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EDELWEISS FINANCIAL SERVICES LIMITED

Edelweiss Financial Services Limited (the "**Company**" or "**Issuer**") was incorporated at Mumbai on November 21, 1995, as a public limited company with the name 'Edelweiss Capital Limited' under the provisions of the Companies Act, 1956. Thereafter, a certificate of commencement of business was issued to the Issuer by the Registrar of Companies Maharashtra, at Mumbai, ("**RoC**"), on January 16, 1996. Subsequently, the name of the Issuer was changed to 'Edelweiss Financial Services Limited' pursuant to a fresh certificate of incorporation issued by the RoC on August 1, 2011. For more information about the Issuer, please refer "*General Information*" and "*History and Main Objects*" on pages 70 and 176.

Registered & Corporate Office: Edelweiss House, Off C.S.T. Road, Kalina, Mumbai 400 098, Maharashtra, India; **Tel**.: +91 22 4079 5199

CIN: L99999MH1995PLC094641; **PAN**: AAACE1461E; **Website**: www.edelweissfin.com; **Email**: efslncd@edelweissfin.com

Company Secretary and Compliance Officer: Mr. Tarun Khurana; **Tel**.: +91 22 4079 5199; **Email**: efslncd@edelweissfin.com

Chief Financial Officer: Ms. Ananya Suneja; **Tel**: +91 22 4079 5199; **Email**: efslncd@edelweissfin.com

PUBLIC ISSUE BY THE ISSUER OF 30,00,000 SECURED REDEEMABLE NON-CONVERTIBLE DEBENTURES OF FACE VALUE OF ₹ 1,000 EACH ("NCDS" OR "DEBENTURES") FOR AN AMOUNT UP TO ₹ 1,500 MILLION ("BASE ISSUE SIZE") WITH A GREEN SHOE OPTION OF UP TO ₹ 1,500 MILLION, CUMULATIVELY AGGREGATING UP TO ₹ 3,000 MILLION ("ISSUE LIMIT") HEREINAFTER REFERRED TO AS THE "ISSUE". THE NCDs WILL BE ISSUED ON THE TERMS AND CONDITIONS AS SET OUT IN THIS DRAFT PROSPECTUS WHICH SHOULD BE READ TOGETHER WITH THE PROSPECTUS (COLLECTIVELY, "OFFER DOCUMENTS"). THE ISSUE IS BEING MADE PURSUANT TO THE PROVISIONS OF SECURITIES AND EXCHANGE BOARD OF INDIA (ISSUE AND LISTING OF NON-CONVERTIBLE SECURITIES) REGULATIONS, 2021, AS AMENDED (THE "SEBI NCS REGULATIONS"), THE COMPANIES ACT, 2013 AND RULES MADE THEREUNDER AS AMENDED TO THE EXTENT NOTIFIED AND THE SEBI NCS MASTER CIRCULAR. THE ISSUE IS NOT UNDERWRITTEN

OUR PROMOTERS

(i) Rashesh Chandrakant Shah; Email: efslncd@edelweissfin.com; Tel: +91 22 4079 5199; (ii) Venkatchalam A Ramaswamy; Email: efslncd@edelweissfin.com; Tel: +91 22 4079 5199, (iii) Vidya Rashesh Shah; Email: efslncd@edelweissfin.com; Tel: +91 22 4079 5199; and (iv) Aparna T.C; Email: efslncd@edelweissfin.com; Tel: +91 22 4079 5199. For details of our Promoters, see *"Our Promoters"* on page 198.

GENERAL RISKS

Investment in non-convertible securities is risky, and investors should not invest any funds in such securities unless they can afford to take the risk attached to such investments. Investors are advised to take an informed decision and to read the risk factors carefully before investing in this offering. For taking an investment decision, investors must rely on their examination of the issue including the risks involved in it. Specific attention of investors is invited to statement of risk factors contained under "*Risk Factors*" and "*Material Developments*" on page 22 and 240 respectively. These risks are not, and are not intended to be, a complete list of all risks and considerations relevant to the non-convertible securities or investor's decision to purchase such securities. This Draft Prospectus has not been and will not be approved by any regulatory authority in India, including the Securities and Exchange Board of India ("**SEBI**"), the Reserve Bank of India ("**RBI**"), any registrar of companies or any stock exchange in India or do they guarantee the accuracy or adequacy of this document.

COUPON RATE, COUPON PAYMENT FREQUENCY, REDEMPTION DATE, REDEMPTION AMOUNT & ELIGIBLE INVESTORS

For details relating to Coupon Rate, Coupon Payment Frequency, Redemption Date, Redemption Amount & Eligible Investors of the NCDs, please refer to the section titled "*Issue Related Information*" on page 334.

CREDIT RATINGS

The NCDs proposed to be issued under the Issue have been rated "Crisil A+/ Stable" (pronounced as "Crisil A plus rating" with stable outlook) for an amount of ₹ 12,000 million by Crisil vide their rating letter dated May 13, 2026, with rating rationale dated January 9, 2026. Securities with these ratings are considered to have adequate degree of safety regarding timely servicing of financial obligations. Such securities carry low credit risk. The rating given by the Credit Rating Agency is valid as on the date of this Draft Prospectus and shall remain valid until the rating is revised or withdrawn. The rating is not a recommendation to buy, sell or hold securities and investors should take their own decision. The rating may be subject to revision or withdrawal at any time by the assigning rating agency and each rating should be evaluated independently of any other rating. The rating agency has a right to suspend or withdraw the rating at any time on the basis of factors such as new information. Please refer to Annexure A of this Draft Prospectus for the rating letter, rationale and/or press release of the above ratings. There are no unaccepted ratings and any other ratings other than as specified in this Draft Prospectus.

LISTING

The NCDs offered through this Draft Prospectus and the Prospectus are proposed to be listed on BSE Limited ("**BSE**") and BSE shall be the Designated Stock Exchange. The Issuer has received an 'in-principle' approval from BSE vide their letter no.: [●] dated [●], 2026

PUBLIC COMMENTS

This Draft Prospectus dated May 26, 2026, has been filed with the BSE, pursuant to the provisions of the SEBI NCS Regulations and will be open for public comments for a period of 1 (one) Day (i.e., until 5 p.m.) immediately after the date of filing of this Draft Prospectus with the BSE. All comments on this Draft Prospectus are to be forwarded to the attention of the Compliance Officer of the Issuer. Comments may be sent through post, facsimile or e-mail. Please note that all comments by post must be received by the Issuer by 5:00 p.m. (IST) by within 1 (one) Day from the date on which this Draft Prospectus is hosted on the website of the Stock Exchange. All comments received on this Draft Prospectus will be suitably addressed prior to filing of the Prospectus with the RoC.

LEAD MANAGERS TO THE ISSUE

Trust Investment Advisors Private Limited
109/110, Balarama, Bandra Kurla Complex, Bandra (East), Mumbai – 400 051, Maharashtra, India
Tel: +91 22 4084 5000
Fax: +91 22 4084 5066
Email: projectpragati9.trust@trustgroup.in
Investor Grievance Email: customercare@trustgroup.in
Website: www.trustgroup.in
Contact Person: Hani Jalan

Nuvama Wealth Management Limited[#]
801-804, Wing A, Building No 3, Inspire BKC, G Block, Bandra Kurla Complex, Bandra East, Mumbai – 400 051
Tel: +91 22 4009 4400
Email: efsl.ncd@nuvama.com
Investor Grievance Email: customerservice.mb@nuvama.com
Website: www.nuvama.com
Contact Person: Saili Dave

Tipsons Consultancy Services Private Limited
1st Floor, Sheraton House, Opp. Ketav Petrol Pump, Polytechnic Road, Ambawadi, Ahmedabad – 380015 Gujarat
Tel: +91 79 66828126
Fax: +91 79 66828001
Email: efsl.projectpragati13@tipsons.com
Investor Grievance Email: igr@tipsons.com
Website: www.tipsons.com
Contact Person: Digesh Shah

DEBENTURE TRUSTEE TO THE ISSUE

Beacon Trusteeship Limited*
5W, 5th Floor, The Metropolitan, E Block, Bandra Kurla Complex, Bandra (East), Mumbai, Maharashtra, India, 400051
Tel.: 022 4606 0278
Email: compliance@beacontrustee.co.in
Investor Grievance Email: investorgrievances@beacontrustee.co.in
Website: www.beacontrustee.co.in/
Contact Person/ Compliance Officer: Mr. Ritobrata Mitra

REGISTRAR TO THE ISSUE

KFin TECHNOLOGIES LIMITED
Selenium Tower-B, Plot 31 & 32 Gachibowli Financial, District, Nanakramguda, Serilingampally, Hyderabad, Telangana, India, 500 032.
Tel: +91 40 6716 2222/18003094001
Fax: +91 40 6716 1563
Email: efsl.ncdipo@kfintech.com
Investor Grievance Email: einward.ris@kfintech.com
Website: www.kfintech.com
Contact Person: M. Murali Krishna

CREDIT RATING AGENCY

Crisil Ratings Limited
Lightbridge IT Park
Saki Vihar Road, Andheri East,
Mumbai, Maharashtra, 400072
Tel: + 91 22 6137 3000
Email: crisilratingdesk@crisil.com
Website: www.crisilratings.com
Contact Person: Ajit Velonie

STATUTORY AUDITOR

Nangia & Co. LLP,
Chartered Accountants
4th Floor, Iconic Tower, Urmi Estate, 95 Ganpatrao Kadam Marg, Lower Parel (West), Mumbai 400 013 Maharashtra, India
Tel: + 91 22 4474 3400
Email: info@nangia.com
Contact Person: Rakesh Nangia / Jaspreet Singh Bedi

ISSUE PROGRAM**

ISSUE OPENS ON: AS SPECIFIED IN THE PROSPECTUS	ISSUE CLOSES ON: AS SPECIFIED IN THE PROSPECTUS

**Beacon Trusteeship Limited under Regulation 8 of SEBI NCS Regulations has by its letter dated May 20, 2026 given its consent for its appointment as the Debenture Trustee to the Issue and for its name to be included in this Draft Prospectus and the Prospectus and in all the subsequent periodical communications sent to the holders of the NCDs issued pursuant to the Issue.*

*[#] Nuvama Wealth Management Limited is deemed to be our associate as per the Securities and Exchange Board of India (Merchant Bankers) Regulations, 1992, as amended ("**Merchant Bankers Regulations**"). Further, in compliance with the provisions of Regulation 21A and explanation to Regulation 21A of the Merchant Bankers Regulations, Nuvama Wealth Management Limited would be involved only in marketing of the Issue and as per Regulation 25 (3) of SEBI NCS Regulations and shall not issue a due diligence certificate, in relation to the issue of the NCDs.*

*** The Issue shall remain open for subscription on Working Days from 10 a.m. to 5:00 p.m. (Indian Standard Time) during the period indicated in the Prospectus, except that the Issue may close on such earlier date or extended date (subject to a minimum period of 2 (two) working days and a maximum period of 10 (ten) working days from the date of opening of this Issue) as may be decided by the Board of Directors of the Issuer or the Debenture Fund Raising Committee, thereof, subject to relevant approvals. In the event of an early closure or extension of the Issue; the Issuer shall ensure that notice of the same is provided to the prospective investors through an advertisement in a daily national newspaper with wide circulation and a regional daily at the place where the registered office of the Issuer is situated on or before such earlier or extended date of Issue closure. Applications Forms for the Issue will be accepted only from 10:00 a.m. to 5:00 p.m. or such extended time as may be permitted by BSE, on Working Days during the Issue Period. On the Issue Closing Date, Application Forms will be accepted only between 10:00 a.m. to 3:00 p.m. and uploaded or modified (in case of submitted bids) until 5:00 p.m. (Indian Standard Time) or such extended time as may be permitted by BSE. Further, pending mandate requests for bids placed on the last day of bidding will be validated by 5 PM on the Issue Closing Date. For further details please refer to the chapter titled "Issue Related Information" on page 334. A copy of the Prospectus shall be filed with the Registrar of Companies, Maharashtra at Mumbai in terms of Section 26 of Companies Act, 2013, along with the endorsed/certified copies of all requisite documents. For further details, please refer to the section titled "Material Contracts and Documents for Inspection" on page 427.*

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SECTION I - GENERAL

DEFINITIONS AND ABBREVIATIONS

This Draft Prospectus uses certain definitions and abbreviations which, unless the context otherwise indicates or implies, shall have the meaning ascribed to such definitions and abbreviations set forth herein. References to any legislation, act, regulation, rules, guidelines, clarifications or policies shall be to such legislation, act, regulation, rules, guidelines, clarifications or policies as amended, supplemented or re-enacted from time to time until the date of this Draft Prospectus, and any reference to a statutory provision shall include any subordinate legislation notified from time to time pursuant to such provision.

The words and expressions used in this Draft Prospectus but not defined herein shall have, to the extent applicable, the same meaning ascribed to such words and expressions under the SEBI NCS Regulations, as amended the Companies Act, 2013, the SCRA, the Depositories Act and the rules and regulations notified thereunder.

General Terms: Unless the context otherwise requires, the following terms have the meaning as ascribed to them below:

Term	Description
Associates	Associates of the Issuer as at and for the relevant financial year/period as applicable.
"EFSL" or "Company" or"the Issuer"	Edelweiss Financial Services Limited, a public limited company incorporated under the Companies Act, 1956, and having its Registered Office at Edelweiss House, Off C.S.T. Road, Kalina, Mumbai 400 098, Maharashtra, India.
"we" or "us" or "our" or "Group"	Edelweiss Financial Services Limited together with its Subsidiaries, Associates, Trusts and jointly controlled entities, for the relevant financial year/period as applicable.
Subsidiaries	Subsidiaries of the Issuer as at and for the relevant financial year/period as applicable. For the details of the subsidiaries of the Issuer, as on the date of this Draft Prospectus, see "*History and Main Objects*" on page 176.
Trusts	Trusts of the Issuer as at and for the relevant financial year/period as applicable. For the details of the trusts of the Issuer, on the date of this Draft Prospectus, see "*History and Main Objects*" on page 176.

Issuer Related Terms

Term	Description
2024 Audited Consolidated Financial Statement	The annual consolidated balance sheet as at March 31, 2024 and the annual consolidated statement of profit and loss (including the statement of other comprehensive income) for the year ended 2024 and the annual consolidated statement of cash flows for the year ended 2024 and the annual consolidated statement of changes in equity for the year ended 2024 of the Issuer prepared in accordance with accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) specified under section 133 of the Companies Act, 2013 read with the Companies (Indian Accounting Standards) Rules, 2015, as amended.
2025 Audited Consolidated Financial Statement	The annual consolidated balance sheet as at March 31, 2025 and the annual consolidated statement of profit and loss (including the statement of other comprehensive income) for the year ended 2025 and the annual consolidated statement of cash flows for the year ended 2025 and the annual consolidated statement of changes in equity for the year ended 2025 of the Issuer prepared in accordance with accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) specified under section 133 of the Companies Act, 2013 read with the Companies (Indian Accounting Standards) Rules, 2015, as amended.
2026 Audited Consolidated Financial Statement	The annual consolidated balance sheet as at March 31, 2026 and the annual consolidated statement of profit and loss (including the statement of other comprehensive income) for the year ended 2026 and the annual consolidated

Term	Description
	statement of cash flows for the year ended 2026 and the annual consolidated statement of changes in equity for the year ended 2026 of the Issuer prepared in accordance with accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) specified under section 133 of the Companies Act, 2013 read with the Companies (Indian Accounting Standards) Rules, 2015, as amended.
2024 Audited Standalone Financial Statement	The annual standalone balance sheet as at March 31, 2024 and the annual standalone statement of profit and loss (including the statement of other comprehensive income) for the year ended 2024 and the annual standalone statement of cash flows for the year ended 2024 and the annual standalone statement of changes in equity for the year ended 2024 of the Issuer prepared in accordance with accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) specified under section 133 of the Companies Act, 2013 read with the Companies (Indian Accounting Standards) Rules, 2015, as amended.
2025 Audited Standalone Financial Statement	The annual standalone balance sheet as at March 31, 2025 and the annual standalone statement of profit and loss (including the statement of other comprehensive income) for the year ended 2025 and the annual standalone statement of cash flows for the year ended 2025 and the annual standalone statement of changes in equity for the year ended 2025 of the Issuer prepared in accordance with accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) specified under section 133 of the Companies Act, 2013 read with the Companies (Indian Accounting Standards) Rules, 2015, as amended.
2026 Audited Standalone Financial Statement	The annual standalone balance sheet as at March 31, 2026 and the annual standalone statement of profit and loss (including the statement of other comprehensive income) for the year ended 2026 and the annual standalone statement of cash flows for the year ended 2026 and the annual standalone statement of changes in equity for the year ended 2026 of the Issuer prepared in accordance with accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) specified under section 133 of the Companies Act, 2013 read with the Companies (Indian Accounting Standards) Rules, 2015, as amended.
Adjusted Networth	Networth along with equity attributable to non-controlling interest.
Audited Financial Statements	Audited Consolidated Financial Statements and Audited Standalone Financial Statements.
Audited Consolidated Financial Statements	2024 Audited Consolidated Financial Statement, 2025 Audited Consolidated Financial Statement and 2026 Audited Consolidated Financial Statement.
Audited Standalone Financial Statements	2024 Audited Standalone Financial Statement, 2025 Audited Standalone Financial Statement and 2026 Audited Standalone Financial Statement.
Articles or Articles of Association or AOA	Articles of Association of the Issuer.
Audit Committee	Audit Committee as constituted by the Board of Directors.
Auditors or Statutory Auditors	The current statutory auditors of the Issuer, Nangia & Co. LLP, Chartered Accountants.
Board or Board of Directors or our Board or our Board of Directors	Board of directors of the Issuer or any duly constituted Committee thereof, as the context may require/include any Committee of the Board.
Corporate Social Responsibility Committee	Corporate Social Responsibility Committee as constituted by the Board of Directors.
Committee	A committee constituted by the Board, from time to time.
Debenture Fund Raising Committee	Debenture Fund Raising Committee as constituted by the Board of Directors pursuant to the Board meeting dated October 30, 2020 and further reconstituted pursuant to the board resolution dated November 11, 2025.
Directors	Directors of the Issuer.
Equity Shares	Equity shares of the Issuer of face value of ₹ 1 each.
ESOPs	Employee stock options.
Executive Director	Executive director(s) of the Issuer, as disclosed under "*Our Management*" on page 183.

Term	Description
Independent Director(s)	The independent director(s) on our Board, in terms of Section 2(47) and Section 149(6)of the Companies Act, 2013 and SEBI Listing Regulations, as amended.
KMP / Key Managerial Personnel	Key managerial personnel, as defined under section 2(51) of the Companies Act, 2013 and appointed by the Issuer and disclosed in this Draft Prospectus.
LAP	Loan against property.
"MoA" or "Memorandum" or "Memorandum of Association"	Memorandum of Association of the Issuer.
Networth	As defined in Section 2(57) of the Companies Act, 2013, as follows: "*Networth means the aggregate value of the paid-up share capital and all reserves created out of the profits, securities premium account and debit or credit balance of profit and loss account, after deducting the aggregate value of the accumulated losses, deferred expenditure and miscellaneous expenditure not written off, as per the audited balance sheet but does not include reserves created out of revaluation of assets, write back of depreciation and amalgamation.*"
Nomination and Remuneration Committee	Nomination and Remuneration Committee as constituted by the Board of Directors.
Non-Executive Director	Non-executive Director(s) of the Issuer, as disclosed under "*Our Management*", beginning on page 183.
Preference Shares	Preference Shares of the Issuer having face value of ₹ 5 each.
Promoter Group	Includes such persons and entities constituting the promoter group of the Issuer pursuant to Regulation 2 (1) (pp) of the SEBI ICDR Regulations, as amended.
Promoters or our Promoter	Rashesh Chandrakant Shah, Venkatchalam A Ramaswamy, Vidya Rashesh Shah and Aparna T.C.
Public Issue 1	Public issue of secured redeemable non-convertible debentures of face value ₹ 1,000 each aggregating to ₹ 2,000 million pursuant to the prospectus dated December 17, 2020.
Public Issue 2	Public issue of secured redeemable non-convertible debentures of face value ₹ 1,000 each aggregating to ₹ 4,000 million pursuant to the prospectus dated March 26, 2021.
Public Issue 3	Public issue of secured redeemable non-convertible debentures of face value ₹ 1,000 each aggregating to ₹ 4,000 million pursuant to the prospectus dated August 9, 2021.
Public Issue 4	Public issue of secured redeemable non-convertible debentures of face value of ₹ 1,000 each aggregating to ₹ 5,000 million pursuant to the tranche I prospectus dated November 29, 2021.
Public Issue 5	Public issue of secured redeemable non-convertible debentures of face value of ₹ 1,000 each aggregating to ₹ 4,000 million pursuant to the tranche II prospectus dated September 26, 2022.
Public Issue 6	Public issue of secured redeemable non-convertible debentures of face value of ₹ 1,000 each aggregating to ₹ 4,000 million pursuant to the tranche I prospectus dated December 27, 2022.
Public Issue 7	Public issue of secured redeemable non-convertible debentures of face value of ₹ 1,000 each aggregating to ₹ 4,000 million pursuant to the tranche II prospectus dated March 31, 2023.
Public Issue 8	Public issue of secured redeemable non-convertible debentures of face value of ₹ 1,000 each aggregating to ₹ 3,000 million pursuant to the tranche III prospectus dated June 28, 2023.
Public Issue 9	Public issue of secured redeemable non-convertible debentures of face value of ₹ 1,000 each aggregating to ₹2,000 million pursuant to the prospectus dated September 22, 2023.
Public Issue 10	Public issue of secured redeemable non-convertible debentures of face value of ₹ 1,000 each aggregating to ₹ 2,500 million pursuant to the prospectus dated December 29, 2023.
Public Issue 11	Public issue of secured redeemable non-convertible debentures of face value of ₹ 1,000 each aggregating to ₹ 2,000 million pursuant to the prospectus dated March 28, 2024.
Public Issue 12	Public issue of secured redeemable non-convertible debentures of face value of

Term	Description
	₹ 1,000 each aggregating to ₹ 2,000 million pursuant to the prospectus dated June 28, 2024.
Public Issue 13	Public issue of secured redeemable non-convertible debentures of face value of ₹ 1,000 each aggregating to ₹ 2,000 million pursuant to the prospectus dated September 30, 2024
Public Issue 14	Public issue of secured redeemable non-convertible debentures of face value of ₹ 1,000 each aggregating to ₹ 2,000 million pursuant to the prospectus dated December 27, 2024
Public Issue 15	Public issue of secured redeemable non-convertible debentures of face value of ₹ 1,000 each aggregating to ₹ 2,000 million pursuant to the prospectus dated March 27, 2025
Public Issue 16	Public issue of secured redeemable non-convertible debentures of face value of ₹ 1,000 each aggregating to ₹ 3,000 million pursuant to the prospectus dated June 26, 2025
Public Issue 17	Public issue of secured redeemable non-convertible debentures of face value of ₹ 1,000 each aggregating to ₹ 3,000 million pursuant to the prospectus dated September 18, 2025
Public Issue 18	Public issue of secured redeemable non-convertible debentures of face value of ₹ 1,000 each aggregating to ₹ 2,500 million pursuant to the prospectus dated November 27, 2025
Public Issue 19	Public issue of secured redeemable non-convertible debentures of face value of ₹ 1,000 each aggregating to ₹ 3,500 million pursuant to the prospectus dated February 23, 2026
Registered Office	The registered office of the Issuer is situated at Edelweiss House, Off C.S.T. Road, Kalina, Mumbai 400 098, Maharashtra, India.
Risk Committee	Risk Committee as constituted by the Board of Directors.
Senior Management	The officers and personnel of the Issuer who are members of its core management team, excluding the Board of Directors, and shall also comprise all the members of the management one level below the chief executive officer or managing director or whole time director or manager (including chief executive officer and manager, in case they are not part of the Board of Directors) and shall specifically include the functional heads, by whatever name called and the company secretary and the chief financial officer.
Stakeholders' Relationship Committee	Stakeholders' Relationship Committee as constituted by the Board of Directors.
Total Borrowing(s) / Total Debt	Debt securities, borrowings (other than debt securities), deposits and subordinated liabilities.

Issue Related Terms

Term	Description
Abridged Prospectus	A memorandum containing the salient features of the Prospectus.
Acknowledgement Slip/ Transaction RegistrationSlip/ TRS	The slip or document issued by the Designated Intermediary to an Applicant as proof of registration of the Application Form.
Allotment Advice	The communication sent to the Allottees conveying the details of NCDs allotted to the Allottees in accordance with the Basis of Allotment.
"Allotment", "Allot" or Allotted	Unless the context otherwise requires, the allotment of NCDs to the successful Applicants pursuant to the Issue.
Allottee(s)	The successful Applicant to whom the NCDs are Allotted either in full or part, pursuantto the Issue.
"Applicant" or "Investor"	Any person who applies for issuance and Allotment of NCDs through ASBA process or through UPI Mechanism pursuant to the terms of this Draft Prospectus, the Prospectus, the Abridged Prospectus and the Application Form.

Term	Description
"Application" or "ASBA Application"	An application (whether physical or electronic) to subscribe to the NCDs offered pursuant to the Issue by submission of a valid Application Form and authorising an SCSB to block the Application Amount in the ASBA Account or to block the Application Amount using the UPI Mechanism, where the Bid Amount will be blocked upon acceptance of UPI Mandate Request by retail individual investors an application amount up to ₹ 200,000 and High Net Worth Individuals for an Application Amount of up to ₹ 500,000 which will be considered as the application for Allotment in terms of the Draft Prospectus.
Application Amount	The aggregate value of the NCDs applied for, as indicated in the Application Form for the Issue.
Application Form / ASBA Form	Form in terms of which an Applicant shall make an offer to subscribe to NCDs through the ASBA process or through the UPI Mechanism and which will be considered as the Application for Allotment of NCDs in terms of the Draft Prospectus.
ASBA Account	An account maintained with a SCSB and specified in the Application Form which will be blocked by such SCSB to the extent of the Application Amount mentioned in the Application Form by an Applicant and will include a bank account of a retail individual investor and High Net Worth Individuals linked with UPI, for retail individual investors and HNIs submitting application value up to ₹ 200,000 and ₹ 500,000, respectively.
Banker(s) to the Issue	Collectively Public Issue Account Bank, Refund Bank and Sponsor Bank.
Base Issue Size	₹ 1,500 million
Basis of Allotment	The basis on which NCDs will be allotted to successful applicants as specified under the Issue and which is described in "*Issue Procedure – Basis of Allotment*" on page 414.
Bidding Centres	Centres at which the Designated Intermediaries shall accept the Application Forms, i.e., Designated Branches of SCSB, Specified Locations for Members of the Syndicate, Broker Centres for Registered Brokers, Designated RTA Locations for RTAs and Designated CDP Locations for CDPs.
Broker Centres	Broker centres notified by the Stock Exchange where Applicants can submit the ASBA Forms (including ASBA Forms under UPI in case of UPI Investors) to a Registered Broker. The details of such Broker Centres, along with the names and contact details of the Trading Members are available on the websites of the Stock Exchange at: www.bseindia.com.
CAAPL	CARE Analytics & Advisory Private Limited.
CAAPL Research Report	Industry report titled "Research Report on Financial Services Industry" dated May, 2026 prepared by CAAPL**.**
Category I (Institutional Investors)	• Public financial institutions, scheduled commercial banks, Indian multilateral and bilateral development financial institutions which are authorised to invest in the NCDs; • Provident funds and pension funds each with a minimum corpus of ₹ 250 million, superannuation funds and gratuity funds, which are authorised to invest in the NCDs; • Alternative Investment Funds, subject to investment conditions applicable to them under the Securities and Exchange Board of India (Alternative Investment Funds) Regulations, 2012; • Resident Venture Capital Funds registered with SEBI; • Insurance companies registered with the IRDAI; • State industrial development corporations; • Insurance funds set up and managed by the army, navy, or air force of the Union of India; • Insurance funds set up and managed by the Department of Posts, the Union of India; • systemically important non-banking financial companies;

Term	Description
	• National Investment Fund set up by resolution no. F.No. 2/3/2005-DDII dated November 23, 2005 of the Government of India published in the Gazette of India; and • Mutual funds registered with SEBI.
Category II (Non Institutional Investors)	• Companies within the meaning of Section 2(20) of the Companies Act, 2013; • Statutory bodies/ corporations and societies registered under the applicable laws in India and authorised to invest in the NCDs; • Co-operative banks and regional rural banks; • Trusts including public/private charitable/religious trusts which are authorised to invest in the NCDs; • Scientific and/or industrial research organisations, which are authorised to invest in the NCDs; • Partnership firms in the name of the partners; • Limited liability partnerships formed and registered under the provisions of the Limited Liability Partnership Act, 2008 (No. 6 of 2009). • Association of Persons; and • Any other incorporated and/ or unincorporated body of persons.
Category III (High Net Worth Individual Investors)	Resident Indian individuals or Hindu Undivided Families through the Karta applying for an amount aggregating to above ₹ 2,00,000 across all options of NCDs in the Issue and shall include Resident Indian individuals or Hindu Undivided Families through the Karta, who have submitted bid for an amount not more than ₹ 500,000 in any of the bidding options in the Issue (including HUFs applying through their Karta and does not include NRIs) through UPI Mechanism.
"Category IV (Retail Individual Investors)" or "Retail Individual Investors"	Resident Indian individuals or Hindu Undivided Families through the Karta applying for an amount aggregating up to and including ₹ 2,00,000 across all options of NCDs in the Issue and shall include Retail Individual Investors, who have submitted bid for an amount not more than ₹ 2,00,000 in any of the bidding options in the Issue (including HUFs applying through their Karta and does not include NRIs) through UPI Mechanism.
CIBIL	TransUnion CIBIL Limited.
Client ID	Client identification number maintained with one of the Depositories in relation to the demat account.
Consortium Agreement	Agreement to be entered between our Company, the Lead Managers and the Consortium Members.
Consortium Members	As specified in the Prospectus.
"Collecting Depository Participant" or "CDP"	A depository participant as defined under the Depositories Act, 1996, registered with SEBI and who is eligible to procure Applications in the Issue, at the Designated CDP Locations in terms of the SEBI NCS Master Circular.
Credit Rating Agency(s)	Crisil
Debentures / NCDs	Secured Redeemable Non-Convertible Debentures of face value of ₹ 1,000 each.
Debenture Holder(s)/ NCD Holder(s)	The holders of the NCDs whose name appears in the database of the Depository and/or the register of NCD Holders (if any) maintained by the Issuer if required under applicable law.
Debenture Trust Deed	The trust deed to be entered between the Debenture Trustee and the Issuer which shall be executed in relation to the NCDs within the time limit prescribed by applicable statutory and/or regulatory requirements, including creation of appropriate security, in favour of the Debenture Trustee for the NCD Holders on the assets adequate to ensure at least 100% security cover for the NCDs and the interest due thereon issued pursuant to the Issue. The contents of the Debenture Trust Deed shall be as prescribed by SEBI or any other applicable statutory/regulatory body from time to time.
Debenture Trustee/	Trustees for the NCD holders, in this case being Beacon Trusteeship Limited.

Term	Description
Trustee	
Debenture Trustee Agreement	Agreement dated May 20, 2026, entered into between the Debenture Trustee and the Issuer wherein the appointment of the Debenture Trustee, is agreed as between the Issuer and the Debenture Trustee.
Deemed Date of Allotment	The date on which the Board/or the Debenture Fund Raising Committee approves the Allotment of NCDs or such date as may be determined by the Board of Directors/or the Debenture Fund Raising Committee and notified to the Designated Stock Exchange. The actual Allotment of NCDs may take place on a date other than the Deemed Date of Allotment. However, all benefits relating to the NCDs including interest on NCDs shall be available to the Debenture Holders from the Deemed Date of Allotment.
Demographic Details	The demographic details of the Applicants such as their respective addresses, email, PAN, investor status, MICR Code and bank account detail.
Designated Branches	Such branches of the SCSBs which shall collect the Application Forms, a list of which is available on the website of the SEBI at: https://www.sebi.gov.in/sebiweb/other/OtherAction.do?doRecognisedFpi=yes&intmId=44 or at such other websites as may be prescribed by SEBI from time to time.
Designated CDP Locations	Such locations of the CDPs where Applicants can submit the ASBA Forms, a list of which, along with names and contact details of the Collecting Depository Participants eligible to accept ASBA Forms are available on the website of the Stock Exchange at www.bseindia.com.
Designated Date	The date on which the funds blocked by the SCSBs are transferred from the ASBA Accounts to the Public Issue Account and/or the Refund Account, as appropriate, after finalization of the Basis of Allotment, in terms of the Prospectus following which the NCDs will be Allotted in the Issue.
Designated Intermediaries	Collectively, the Lead Managers, the Consortium Members, Trading Members, agents, SCSBs, Registered Brokers, CDPs and RTAs, who are authorized to collect Application Forms from the Applicants in the Issue.
Designated RTA Locations	Such locations of the CRTAs where Applicants can submit the ASBA Forms to CRTAs,a list of which, along with names and contact details of the CRTAs eligible to accept ASBA Forms are available on the website of the Stock Exchange.
Designated Stock Exchange	The designated stock exchange for the Issue, being BSE Limited.
Direct Online Application	An online interface enabling direct applications through UPI by an app based/web interface, by investors to a public issue of debt securities with an online payment facility.
Draft Prospectus	This Draft Prospectus dated May 26, 2026 to be filed with the Designated Stock Exchange for receiving public comments and with, SEBI in accordance with the provisions of the Companies Act, 2013 and the SEBI NCS Regulations.
Industry Report Provider	CAAPL
Interest / Coupon Payment Date	Please refer to section titled "Issue Related Information" on page 334.
Interest Rate / Coupon Rate	Please refer to section titled "Issue Related Information" on page 334.
Issue	Public issue by the Issuer of 30,00,000 secured redeemable non-convertible debentures of face value of ₹ 1,000 each for an amount up to ₹ 1,500 million ("**Base Issue Size**") with a green shoe option of up to ₹ 1,500 million, cumulatively aggregating up to ₹ 3,000 million ("**Issue Limit**"). The NCDs will be issued on the terms and conditions as set out in this Draft Prospectus which should be read together with the Prospectus (collectively the "**Offer Documents**").
Issue Agreement	The Issue Agreement dated May 26, 2026, entered between the Issuer and the Lead Managers.
Issue Closing Date	As specified in the Prospectus.
Issue Opening Date	As specified in the Prospectus.
Issue Period	The period between the Issue Opening Date and the Issue Closing Date inclusive of both days, during which prospective Applicants can submit their Application Forms.
Lead Managers	Collectively, Trust Investment Advisors Private Limited ("TIAPL"), Nuvama Wealth Management Limited ("NWML") # and Tipsons Consultancy Services Private Limited ("TCSPL"). #Nuvama Wealth Management Limited is deemed to be our associate as per Regulation 21A of the Securities and Exchange Board of India (Merchant Bankers)

Term	Description
	Regulations, 1992, as amended ("Merchant Bankers Regulations"). Further, in compliance with the provisions of Regulation 21A and explanation to Regulation 21A of the Merchant Bankers Regulations, Nuvama Wealth Management Limited would be involved only in marketing of the Issue and as per Regulation 25 (3) of SEBI NCS Regulations and shall not issue a due diligence certificate, in relation to the issue of the NCDs.
Market Lot	1 (One) NCD.
Members of the Syndicate	Members of the syndicate includes Lead Managers.
Mobile App(s)	The mobile applications listed on the website of Stock Exchange as may be updated from time to time, which may be used by RIBs and HNIs to submit Bids using the UPI Mechanism.
OCB or Overseas Corporate Body	A company, partnership, society or other corporate body owned directly or indirectly to the extent of at least 60% (sixty percent) by NRIs including overseas trusts, in which not less than 60% (sixty percent) of beneficial interest is irrevocably held by NRIs directly or indirectly and which was in existence on October 3, 2003 and immediately before such date had taken benefits under the general permission granted to OCBs under the FEMA. OCBs are not permitted to invest in the Issue.
Offer Documents	This Draft Prospectus, the Prospectus and the Abridged Prospectus read with any notices, corrigenda, addenda thereto, the Debenture Trust Deed and other documents, if applicable, and various other documents/ agreements/ undertakings, entered or to be entered by the Issuer with Lead Managers, Public Issue Account and Sponsor Bank Agreement, Consortium Agreement and/or other intermediaries for the purpose of the Issue including but not limited to the Debenture Trust Deed, the Debenture Trustee Agreement, the Tripartite Agreements, the Registrar Agreement, the Agreement with the Lead Managers, Securities Pledge Agreement, executed or to be executed by the Issuer, as the case may be. For further details see the chapter titled "*Material Contracts and Documents for Inspection*" on page 427.
Pledged Securities	Includes (i) eligible securities detailed in the Debenture Trust Deed and Securities Pledge Agreement; and (ii) any additional security that the Issuer may pledge in favour of theDebenture Trustee at its sole discretion for securing the Debentures.
Prospectus	The Prospectus to be filed with the RoC and submitted with SEBI and BSE in accordance with the provisions of the Companies Act, 2013 and the SEBI NCS Regulations.
Public Issue Account	A bank account to be opened with the Public Issue Account and Sponsor Bank to receive money from the ASBA Accounts on the Designated Date
Public Issue Account and Sponsor Bank Agreement	Agreement to be entered into amongst the Issuer, the Registrar to the Issue, the Public Issue Account Bank, the Refund Bank and the Sponsor Bank and the Lead Managers for the appointment of the Sponsor Bank in accordance with the SEBI NCS Master Circular for collection of the Application Amounts from ASBA Accounts and where applicable, refunds from the amounts collected from the Applicants on the terms and conditions thereof.
Public Issue Account Bank	As specified in the Prospectus.
Record Date	The record date for payment of interest in connection with the NCDs or repayment of principal in connection therewith shall be 15 (fifteen) days or such other day prior to the date on which interest is due and payable, and/or the date of redemption or such other date under this Draft Prospectus and the Prospectus as may be determined by the Issuer in accordance with the applicable law. Provided that trading in the NCDs shall remain suspended between the aforementioned Record Date in connection with redemption of NCDs and the date of redemption or as prescribed by the Stock Exchange, as the case may be. In case Record Date falls on a day when Stock Exchange are having a trading holiday, the immediately preceding trading day will be deemed as the Record Date.
Recovery Expense Fund	An amount which has been deposited by the Issuer with the Designated Stock Exchange, equal to 0.01% of the issue size, subject to a maximum of deposit of ₹ 25,00,000.
Redemption Amount	As specified in the Prospectus.
"Redemption Date" or "Maturity Date"	As specified in the Prospectus.
Refund Account	Account to be opened with the Refund Bank from which refunds, if any, of the whole or any part of the Application Amount, would paid to the Applicants.

Term	Description
Refund Bank	As specified in the Prospectus.
Register of NCD holders	The register of NCD holders maintained by the Depositories in case of NCDs held in dematerialized form, and/or the register of NCD holders maintained by the Registrar, where the NCDs are held in physical form.
Registrar Agreement	Agreement dated May 26, 2026, entered into between the Issuer and the Registrar under the terms of which the Registrar has agreed to act as the Registrar to the Issue.
Registered Brokers	Stock brokers registered with SEBI under the Securities and Exchange Board of India (Stock Brokers) Regulation, 2026, as amended and the stock exchanges having nationwide terminals, other than the Members of the Syndicate and eligible to procure Applications from Applicants.
Registrar to the Issue or Registrar	KFin Technologies Limited
Resident Individual	An individual who is a person resident in India as defined in the FEMA.
"Registrar and Share Transfer Agents" or "RTAs"	Registrar and share transfer agents registered with SEBI and eligible to procure Application in the Issue.
Retail Individual Investor	Resident Indian individuals or Hindu Undivided Families through the Karta who applies or bids for debt securities for a value of not more than ₹ 200,000 (Indian Rupees Two Lakhs) through UPI Mechanism.
Security	The principal amount of the NCDs to be issued in terms of this Draft Prospectus and the Prospectus, thereof shall be secured by way of a pari passu charge in favor of the Debenture Trustee on the assets of the entities permissible under applicable law and/or the Issuer including loans and advances, receivables, investments, stock in trade, current & other assets and/or immovable property / fixed assets held by the entities permissible under applicable law and/or the Issuer, created in favour of the Debenture Trustee, and/or over the Pledged Securities in favour of the Debenture Trustee for the benefit of the Debenture holders, except those specifically and exclusively charged in favour of certain existing charge holders as specifically set out in and fully described in the Debenture Trust Deed and/or Securities Pledge Agreement, such that a security cover of atleast 100% of the outstanding principal amounts of the NCDs and interest thereon is maintained at all time until the Maturity Date. We undertake that the assets on which the charge is proposed to be created are free from any encumbrances. For further details on date of creation of security/likely date of creation of security, minimum security cover etc., please refer to the "*Terms of the Issue – Security*" on page 345.
Securities Pledge Agreement	The pledge agreement to be entered *inter alia* between the Debenture Trustee, the Issuer, and pledgor which shall be executed in relation to the NCDs within the time limit prescribed by applicable statutory and/or regulatory requirements for creation of security, in favour of the Debenture Trustee for the NCD Holders to ensure 100% security cover for the NCDs and the interest due thereon issued pursuant to the Issue.
"Self-Certified Syndicate Banks" or "SCSBs"	The banks registered with SEBI, offering services in relation to ASBA, a list of which is available on the website of SEBI at: https://www.sebi.gov.in/sebiweb/other/OtherAction.do?doRecognisedFpi=yes&intmId=44 and updated from time to time and at such other websites as may be prescribed by SEBI from time to time.
Series/Option	As specified in the Prospectus.
"Specified Cities" or "Specified Locations"	Bidding centres where the Members of the Syndicate shall accept Application Forms from Applicants, a list of which is available on the website of the SEBI at https://www.sebi.gov.in/sebiweb/other/OtherAction.do?doRecognisedFpi=yes&intmId=44 and updated from time to time and at such other websites as may be prescribed by SEBI from time to time.
Sponsor Bank	A Banker to the Issue, registered with SEBI, which is appointed by the Issuer to act as a conduit between the Stock Exchanges and NPCI in order to push the mandate to collect requests and / or payment instructions of the Retail Individual Investors and HNIs into the UPI for Retail Individual Investors and HNIs applying through the app/web interface of the Stock Exchange(s) with a facility to block funds through UPI Mechanism for application value upto ₹ 500,000 (including ₹ 200,000 for Retail Individual Investors) and carry out any other responsibilities in terms of the UPI Mechanism Circular.
Stock Exchange	BSE
Syndicate ASBA	Applications through the Syndicate or the Designated Intermediaries.
Syndicate ASBA	ASBA Applications through the Lead Managers, Consortium Members, the Trading Members of the Stock Exchange or the Designated Intermediaries.

Term	Description
Application Locations	
Syndicate Bidding Centres	Syndicate Bidding Centres established for acceptance of Application Forms.
Syndicate SCSB Branches	In relation to ASBA Applications submitted to a Member of the Syndicate, such branches of the SCSBs at the Syndicate ASBA Application Locations named by the SCSBs to receive deposits of the Application Forms from the members of the Syndicate, and a list of which is available on https://www.sebi.gov.in/sebiweb/other/OtherAction.do?doRecognisedFpi=yes&intmId=44 or at such other website as may be prescribed by SEBI from time to time.
Tenor	As specified in the Prospectus.
Trading Members	Intermediaries registered with a Consortium Member or a stock broker under the SEBI (Stock Brokers) Regulations, 2026, as amended and/or with the Stock Exchange under the applicable byelaws, rules, regulations, guidelines, circulars issued by Stock Exchange from time to time and duly registered with the Stock Exchange for collection and electronic upload of Application Forms on the electronic application platform provided by Stock Exchange.
Transaction Documents	Please see the section titled "*Issue Related Information*" on page 334 of this Draft Prospectus.
Tripartite Agreements	Tripartite Agreement dated December 17, 2020, entered into between the Issuer, the Registrar to the Issue and NSDL and Tripartite Agreement dated December 8, 2020, entered into between the Issuer, the Registrar to the Issue and CDSL for offering demat option to the NCD Holders.
"UPI" or "UPI Mechanism"	Unified Payments Interface mechanism in accordance with SEBI NCS Master Circular to block funds for application value up to ₹ 500,000 submitted through intermediaries, namely the Registered Stockbrokers, Consortium Members, Registrar and Transfer Agent and Depository Participants.
UPI ID	Identification created on the UPI for single-window mobile payment system developedby the National Payments Corporation of India.
"UPI Mandate Request" or"Mandate Request"	A request initiated by the Sponsor Bank on the Retail Individual Investor and HNIs to authorise blocking of funds in the relevant ASBA Account through the UPI mobile app/web interface (using UPI Mechanism) equivalent to the bid amount and subsequent debit of funds in case of allotment.
Wilful Defaulter(s)	As defined under Regulation 2 of the Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018.
Working Days	Working day means all days on which commercial banks in Mumbai are open for business. In respect of announcement or bid/issue period, working day shall mean all days, excluding Saturdays, Sundays and public holidays, on which commercial banks in Mumbai are open for business (provided that on any trading day of Stock Exchange if commercial banks in Mumbai are closed, it will be considered as Working Day). Further, in respect of the time period between the bid/ issue closing date and the listing of the NCDs on the Stock Exchange, working day shall mean all trading days of the Stock Exchange for NCD, excluding Saturdays, Sundays and bank holidays, as specified by SEBI.

Conventional and General Terms or Abbreviations

Term/Abbreviation	Description/Full Form
"₹", "Rupees", "Indian Rupees", "Rs." or "INR"	The lawful currency of the Republic of India
"US$", "USD", and "U.S. Dollars"	The lawful currency of the United States of America
ACH	Automated Clearing House
ACUITE	Acuite Ratings & Research Limited.
AGM	Annual General Meeting
ALM	Asset Liability Management
ALM Guidelines	Guidelines for ALM system in relation to NBFCs
AMC	Asset Management Company
API	Application Programming Interface
AS or Accounting Standards	Accounting Standards as prescribed by Section 133 of the Companies Act, 2013 readwith Rule 7 of the Companies (Accounts) Rules, 2014 as amended from time to time

Term/Abbreviation	Description/Full Form
AIF	An alternative investment fund as defined in and registered with SEBI under the Securities and Exchange Board of India (Alternative Investment Funds) Regulations, 2012 as amended from time to time
ASBA	Application supported by blocked amounts
AUM	Assets Under Management
Bankruptcy Code	The Insolvency and Bankruptcy Code, 2016
BNSS	The Bharatiya Nagarik Suraksha Sanhita, 2023, as amended, supplemented, modified or re-enacted from time to time
Brickwork	Brickwork Ratings India Private Limited
BSE	BSE Limited
CAGR	Compounded annual growth rate over a specified period of time of a given value (the year-over-year growth rate)
CARE	CARE Ratings Limited
CDSL	Central Depository Services (India) Limited
CIN	Corporate Identification Number
Crisil	Crisil Ratings Limited
Companies Act/ CompaniesAct, 2013	Companies Act, 2013 and the Rules made thereunder, as amended, supplemented, modified or re-enacted from time to time.
CPC	Code of Civil Procedure, 1908, as amended, supplemented, modified or re-enacted from time to time
CRAR	Capital to risk-weighted assets ratio means (Tier I Capital + Tier II Capital)/ Total Risk Weighted Assets *100
CrPC	Code of Criminal Procedure, 1973, as amended, supplemented, modified or re-enacted from time to time (to the extent applicable prior to its repeal and replacement by the BNSS)
CY	Calendar Year
Depositories Act	Depositories Act, 1996, as amended, supplemented, modified or re-enacted from time to time
Depository(ies)	NSDL and /or CDSL
DIN	Director Identification Number
"DP" or "Depository Participant"	Depository Participant as defined under the Depositories Act.
DT Master Circular	Circular no. SEBI/HO/DDHS-PoD-1/P/CIR/2025/117 issued by SEBI on August 13, 2025, as amended from time to time
DRR	Debenture Redemption Reserve
EGM	Extraordinary General Meeting
EOW	Economic Offences Wing
FDI	Foreign Direct Investment
FEMA	Foreign Exchange Management Act, 1999, and the rules made thereunder, as amended, supplemented, modified or re-enacted from time to time.
FEMA Regulations / FEMA20 (R)	FEMA (Non-debt Instruments) Rules, 2019, as amended, supplemented or modified from time to time
FII	Foreign Institutional Investor(s)
FPI	Foreign Portfolio Investor as defined and registered under the SEBI (Foreign Portfolio Investors) Regulations, 2019, as amended from time to time.
"Financial Year", "Fiscal"or "FY" or "for the year ended"	Period of 12 months ended March 31 of that particular year
GDP	Gross Domestic Product
"Government"	Government of India
G-Sec	Government Securities
GST	Goods and Services Tax
HNI	High Net worth Individual
HFC	Housing Finance Company
HUF	Hindu Undivided Family
ICAI	Institute of Chartered Accountants of India
ICRA	ICRA Limited
IEPF	Investor Education and Protection Fund
IFRS	International Financial Reporting Standards

Term/Abbreviation	Description/Full Form
"Income Tax Act, 1961"	Income Tax Act, 1961 and the rules made thereunder, as amended, supplemented, modified or re-enacted from time to time.
"Income Tax Act, 2025"	Income Tax Act, 2025 and the rules made thereunder, as amended, supplemented, modified or re-enacted from time to time.
"Income Tax Act" or "IT Act"	Unless the context otherwise requires, (i) the Income-tax Act, 1961 in relation to any period until or prior to Tax Year 2025-26; and (ii) the Income-tax Act, 2025 in relation to Tax Year 2026-27 onwards.
Ind AS	Indian Accounting Standards as prescribed by Section 133 of the Companies Act, 2013and notified by the Ind AS Rules
Ind AS Rules	Indian Accounting standards as prescribed by Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2015 as amended from time to time
India	Republic of India
INFM	Infomerics Valuation and Rating Private Limited
IPC	Indian Penal Code, 1860
IRDAI	Insurance Regulatory and Development Authority of India
IT	Information Technology
ITR	Income Tax Returns
KYC	Know Your Customer
LLP	Limited Liability Partnership
LLP Act	Limited Liability Partnership Act, 2008, and the rules made thereunder, as amended, supplemented, modified or re-enacted from time to time.
MCA	Ministry of Corporate Affairs, Government of India
MICR	Magnetic Ink Character Recognition
MLD	Market Linked Debentures
Mutual Funds	A mutual fund registered with SEBI under the SEBI (Mutual Funds) Regulations, 2026, as amended.
NACH	National Automated Clearing House
NHB	National Housing Bank
NHB Act	National Housing Bank Act, 1987, and the rules made thereunder, as amended, supplemented, modified or re-enacted from time to time.
NAV	Net Asset Value
NBFC	Non-Banking Financial Company, as defined under Section 45-IA of the RBI Act
NEFT	National Electronic Fund Transfer
NRI	Non-resident Indian
NSDL	National Securities Depository Limited
NSE	National Stock Exchange of India Limited
p.a.	Per annum
PAN	Permanent Account Number
PAT	Profit After Tax
PCR	Provisioning Coverage Ratio
PMLA	Prevention of Money Laundering Act, 2002, and the rules made thereunder, as amended, supplemented, modified or re-enacted from time to time
PP MLD	Principal Protected Market Linked Debentures
OEM	Original Equipment Manufacturer
RBI	Reserve Bank of India
RBI Act	Reserve Bank of India Act, 1934, and the rules made thereunder, as amended, supplemented, modified or re-enacted from time to time
RBI SBR Framework Master Directions	Reserve Bank of India (Non-Banking Financial Companies – Registration, Exemptions and Framework for Scale Based Regulation) Directions, 2025 bearing reference number RBI/DOR/2025-26/339, DOR.FIN.REC.No.258/ 03.10.119/2025-26 issued by the RBI dated 28 November 2025, the Reserve Bank of India (Non-Banking Financial Companies– Credit Facilities) Directions, 2025 bearing reference number RBI/DOR/2025-26/347, DOR.CRE.REC.No./07-01-008/2025-26 issued by the RBI dated November 28, 2025 and any other rules, regulations, directions, circulars, notifications and guidelines issued by the RBI from time to time in connection with non-banking financial companies and in each case, as may be substituted, replaced or modified from time to time by any rules, regulations, notifications, modifications, circulars, press notes or orders issued by the RBI

Term/Abbreviation	Description/Full Form
RERA	Real Estate Regulatory Authority
RERAD Act	Real Estate Regulation and Development Act, 2016, and the rules made thereunder, as amended, supplemented, modified or re-enacted from time to time
RTGS	Real Time Gross Settlement
RIB	Retail Individual Bidders
SARFAESI Act	Securitisation and Reconstruction of Financial Assets and Enforcement of Securities Interest Act, 2002, and the Rules made thereunder, as amended, supplemented, modified or re-enacted from time to time
SBR Framework	RBI Scale based regulation circular dated October 22, 2021, as amended, supplemented or modified, from time to time
SCRA	Securities Contracts Regulation Act, 1956, as amended, supplemented or from time to time
SCRR	Securities Contracts (Regulation) Rules, 1957, as amended, supplemented or modified from time to time
SEBI	Securities and Exchange Board of India
SEBI Act	Securities and Exchange Board of India Act, 1992, and the rules made thereunder, as amended, supplemented, modified or re-enacted from time to time.
SEBI AIF Regulations	Securities and Exchange Board of India (Alternative Investment Funds) Regulations, 2012, as amended, supplemented or modified, from time to time and circulars issued thereunder
SEBI ICDR Regulations	Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018, as amended, supplemented or modified, from time to time and circulars issued thereunder
SEBI Listing Regulations	Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, supplemented or modified from time to time and circulars issued thereunder
SEBI Merchant Banker Regulations	Securities and Exchange Board of India (Merchant Bankers) Regulations, 1992 as amended, supplemented or modified from time to time
SEBI NCS Regulations	Securities and Exchange Board of India (Issue and Listing of Non-Convertible Securities) Regulations, 2021, as amended, supplemented or modified from time to time and circulars issued thereunder
SEBI NCS Master Circular	SEBI circular no. SEBI/HO/DDHS/DDHS-PoD/P/CIR/2025/0000000137 dated October 15, 2025, as amended, supplemented or modified from time to time
Tax Year	Period of twelve months ending on March 31 (or such other date as may be prescribed under the Income Tax Act, 1961, or the Income Tax Act, 2025, as the case may be), or, where the context requires, any shorter period beginning on the date of incorporation or formation of the relevant entity and ending on the immediately following March 31.
TDS	Tax Deducted at Source
Trademarks Act	Indian Trademarks Act, 1999, and the rules made thereunder, as amended, supplemented, modified or re-enacted from time to time.

Technical and Industry Related Terms

Term/Abbreviation	Description/Full Form
MFI	Microfinance institutions
NBFC-MFI	An NBFC-MFI is defined as a non-deposit taking NBFC which extends loans to Micro Finance Sector
NBFC-BL	Base Layer NBFC as identified under RBI SBR Framework Master Directions
NBFC-ML	Middle Layer NBFC as identified under RBI SBR Framework Master Directions
NBFC-UL	Upper Layer NBFC as identified under RBI SBR Framework Master Directions
NBFC-TL	Top Layer NBFC as identified under RBI SBR Framework Master Directions
NPA	Non-Performing Assets
PPP	Purchasing Power Parity
Prudential Norms	Prudential norms as provided under the RBI SBR Framework Master Directions, as amended, modified, supplemented, from time to time
MSME	Micro, Small and Medium Enterprises
Stage 1 Assets	Stage 1 Assets include financial instruments that have not had a significant increase in credit risk (SICR) since initial recognition or that have low credit risk at the reporting date as defined under Ind AS
Stage 1 Provision	Stage 1 provision is 12-month ECL resulting from default events that are possible

Term/Abbreviation	Description/Full Form
	within 12 months after the reporting date as defined under Ind AS
Stage 2 Assets	Stage 2 Assets include financial instruments that have had a significant increase in credit risk since initial recognition but that do not have objective evidence of impairment as defined under Ind AS
Stage 2 Provision	Stage 2 provision is lifetime ECL resulting from all default events that are possible over the expected life of the financial instrument as defined under Ind AS
Stage 3 Assets	Stage 3 Assets include financial assets that have objective evidence of impairment at the reporting date as defined under Ind AS
Stage 3 Provision	Stage 3 provision are lifetime ECL resulting from all default events that are possible over the expected life of the financial instrument as defined under Ind AS
Tier I Capital	The owned fund as reduced by investment in shares of other NBFCs and in shares, debentures, bonds, outstanding loans and advances including hire purchase and lease finance made to and deposits with subsidiaries and companies in the same group exceeding, in aggregate, 10% of the owned fund and perpetual debt instruments issued by a non-deposit taking NBFC in each year to the extent it does not exceed 15% of the aggregate Tier I Capital of such company as on March 31 of the previous accounting year
Tier II Capital	Includes the following: (a) preference shares other than those which are compulsorily convertible into equity; (b) revaluation reserves at discounted rate of 55%; (c) general provisions and loss reserves to the extent these are not attributable to actual diminution in value or identifiable potential loss in any specific asset and are available to meet unexpected losses, to the extent of one and one fourth percent of risk weighted assets; (d) hybrid debt capital instruments; (e) subordinated debt; and (f) perpetual debt instruments issued by a non-deposit taking non-banking financial company which is in excess of what qualifies for Tier I Capital, to the extent the aggregate does not exceed Tier-I capital
UHNI	Ultra High Net worth Individual

Notwithstanding the foregoing, the terms defined as part of "General Information", "Risk Factors", "Industry Overview", "Regulations and Policies", "Statement of Possible Tax Benefits", "Summary of Key Provisions of Articles of Association", "Financial Information" and "Other Regulatory and Statutory Disclosures" on pages 70, 22, 120, 203, 103, 416, 239 and 313 respectively shall have the meaning ascribed to them as part of the aforementioned sections. Terms not defined as part of the sections "Our Business", "Risk Factors", "Industry Overview" and "Regulations and Policies", on pages 149, 22, 120 and 203 respectively, shall have the meaning ascribed to them hereunder.

CERTAIN CONVENTIONS, USE OF FINANCIAL, INDUSTRY AND MARKET DATA AND CURRENCY OF PRESENTATION

Certain Conventions

In this Draft Prospectus, unless otherwise specified or the context otherwise indicates or implies the terms, all references to "Edelweiss Financial Services Limited" and "our Company" or to "the Issuer" are to Edelweiss Financial Services Limited on a standalone basis, while all references to "we", "us", "our" are to Edelweiss Financial Services Limited together with its subsidiaries, associates, LLPs, funds, trusts and jointly controlled entities on a consolidated basis. Unless stated otherwise, all references to page numbers in this Draft Prospectus are to the page numbers of this Draft Prospectus.

All references in this Draft Prospectus to "India" are to the Republic of India and its territories and possessions. All references to the "Government" or "State Government" are to Government of India, Central or State, as applicable.

Presentation of Financial Information

The Issuer's financial year commences on April 1 of the immediately preceding calendar year and ends on March 31 of that particular calendar year, so all references to a particular financial year or fiscal are to the 12-month period commencing on April 1 of the immediately preceding calendar year and ending on March 31 of that particular calendar year. Unless the context requires otherwise, all references to a year in this Draft Prospectus are to a calendar year and references to a Fiscal/Fiscal Year are to the year ended on March 31 of that calendar year.

In accordance with the road map for Ind AS implementation, issued by MCA, the Issuer is required to prepare its financial statements in accordance with Ind AS for periods beginning on or after April 1, 2018.

Accordingly, the Issuer's audited standalone financial statements along with audit report and audited consolidated financial statements along with the audit report for the years ended March 31, 2026, March 31, 2025 and March 31, 2024, have been prepared in accordance with IndAS. Our audited standalone financial statements along with audit report for the years ended March 31, 2026, March 31, 2025, and March 31, 2024, and our audited consolidated financial statement along with the audit report for the year ended March 31, 2026, March 31, 2025, and March 31, 2024, have been audited by M/s. Nangia & Co. LLP, Chartered Accountants.

The audit reports on the Audited Financial Statements are included in this Draft Prospectus in the section titled "*Financial Information*" on page 239. For further details refer section titled "Financial Information" on page 239 of this Draft Prospectus.

Unless stated otherwise or unless the context requires otherwise, the financial data on standalone and consolidated basis as at and for the year ended March 31, 2026, March 31, 2025 and March 31, 2024, used in this Draft Prospectus is derived from our Audited Financial Statements.

Unless stated otherwise and unless the context requires otherwise, the financial data used in this Draft Prospectus is on a consolidated basis. Further, Audited Standalone Financial Statements are not comparable with Audited Consolidated Statements.

Any discrepancies in the tables included herein between the amounts listed and the totals thereof are due to rounding off.

Unless stated otherwise, macroeconomic and industry data used throughout this Draft Prospectus has been obtained from publications prepared by providers of industry information including the Industry Report Provider, government sources and multilateral institutions. Such publications generally state that the information contained therein has been obtained from sources believed to be reliable but that their accuracy and completeness are not guaranteed and their reliability cannot be assured. Although the Issuer believes that industry data used this Draft Prospectus is reliable, it has not been independently verified. Further, the extent to which the market and industry data presented in this Draft Prospectus is meaningful depends on the readers' familiarity with and understanding of methodologies used in compiling such data.

Currency and Unit of Presentation

In this Draft Prospectus, all references to 'Rupees'/'₹'/'Rs.'/'INR' are to Indian Rupees, the official currency of the Republic of India.

Except where stated otherwise in this Draft Prospectus, all figures have been expressed in 'in millions'. All references to 'million/millions/mn.' refer to one million, which is equivalent to 'ten lakhs' or 'ten lacs', the word 'lakhs/lacs/lac' means 'one hundred thousand' and 'Crore' means 'ten million' and 'billion/bn./billions' means 'one hundred crores'.

Certain figures contained in this Draft Prospectus, including financial statements, have been subject to rounding adjustments. Unless set out otherwise, all figures in decimals, including percentage figures, have been rounded off to two decimal points. In certain instances, (i) the sum or percentage change of such numbers may not conform exactly to the total figure given; and (ii) the sum of the numbers in a column or row in certain tables may not conform exactly to the total figure given for that column or row. Further, any figures sourced from third party industry sources may be rounded off to other than two decimal points to conform to their respective sources.

Certain non-GAAP financial measures and certain other statistical information relating to our operations and financial performance have been included in this Draft Prospectus. We compute and disclose such non-GAAP financial measures and such other statistical information relating to our operations and financial performance as we consider such information to be useful measures of our business and financial performance. These non-GAAP financial measures and other statistical and other information relating to our operations and financial performance may not be computed on the basis of any standard methodology that is applicable across the industry and therefore may not be comparable to financial measures and statistical information of similar nomenclature that may be computed and presented by other companies and are not measures of operating performance or liquidity defined by Ind AS and may not be comparable to similarly titled measures presented by other companies.

Industry and Market Data

Any industry and market data used in this Draft Prospectus consists of estimates based on data reports compiled by Government bodies, professional organizations and analysts, data from other external sources including CAAPL, available in public domain and knowledge of the markets in which we compete. These publications generally state that the information contained therein has been obtained from publicly available documents from various sources believed to be reliable, but it has not been independently verified by us, its accuracy and completeness is not guaranteed and its reliability cannot be assured. Although we believe that the industry and market data used in this Draft Prospectus is reliable, it has not been independently verified by us. The data used in these sources may have been reclassified by us for purposes of presentation. Data from these sources may not be comparable. The extent to which the industry and market data presented in this Draft Prospectus is meaningful depends on the reader's familiarity with and understanding of the methodologies used in compiling such data. There are no standard data gathering methodologies in the industry in which we conduct our business and methodologies and assumptions may vary widely among different market and industry sources.

General Risk

Investment in NCDs is risky, and investors should not invest any funds in NCDs unless they can afford to take the risk attached to such investments. Investors are advised to take an informed decision and to read the risk factors carefully before investing in this offering. For taking an investment decision, investors must rely on their examination of the Issue including the risks involved in it.

Specific attention of investors is invited to statement of risk factors contained under section "Risk Factors" on page 22. These risks are not, and are not intended to be, a complete list of all risks and considerations relevant to the NCDs or Investor's decision to purchase such securities.

FORWARD LOOKING STATEMENTS

Certain statements contained in this Draft Prospectus that are not statements of historical fact constitute "forward-looking statements". Investors can generally identify forward-looking statements by terminology such as "aim", "anticipate", "believe", "continue", "could", "estimate", "expect", "intend", "may", "objective", "plan", "potential", "project", "pursue", "shall", "seek", "should", "will", "would", or other words or phrases of similar import. Similarly, statements that describe our strategies, objectives, plans or goals are also forward-looking statements. All statements regarding our expected financial conditions, results of operations, business plans and prospects are forward-looking statements. These forward-looking statements include statements as to our business strategy, revenue and profitability, new business and other matters discussed in this Draft Prospectus that are not historical facts. All forward-looking statements are subject to risks, uncertainties and assumptions about us that could cause actual results to differ materially from those contemplated by the relevant forward-looking statement. Important factors that could cause actual results, including our financial conditions and results of operations to differ from our expectations include, but are not limited to, the following:

- We operate in an increasingly competitive financial services industry, which creates significant pricing pressures and may adversely affect our net interest margins, income and market share;
- Performance of the financial and capital markets in India and globally;
- We are involved in certain legal and other proceedings which, if determined against us, could have a material adverseimpact on our financial condition;
- Any increase in the levels of non-performing assets ("**NPA**") on our loan portfolio, for any reason; whatsoever, would adversely affect our business and results of operations;
- The outcome of any legal or regulatory proceedings we are or may become a party to;
- Changes in Indian and/or foreign laws and regulations, including tax, accounting, banking, securities, insurance andother regulations; changes in competition and the pricing environment in India; and regional or general changes in asset valuations;
- Our inability to successfully diversify our portfolio;
- Any disruption in our sources of funding;
- Our inability to obtain or maintain statutory or regulatory approvals and licenses for conducting our business;
- Performance of, and the prevailing conditions affecting the real estate market in India; and
- Occurrence of natural calamities, pandemics, or natural disasters affecting the areas in which the Issuer has operations.

For further discussion of factors that could cause our actual results to differ, see "*Risk Factors*" on page 22.

All forward-looking statements are subject to risks, uncertainties and assumptions about the Issuer that could cause actual results and valuations to differ materially from those contemplated by the relevant statement. Additional factors that could cause actual results, performance or achievements to differ materially include, but are not limited to, those discussed under the sections titled "*Industry Overview*", "*Our Business*" and "*Legal and Other Information*" on pages 120, 149 and 273. The forward-looking statements contained in this Draft Prospectus are based on the beliefs of management, as well as the assumptions made by and information currently available

to management. Although the Issuer believes that the expectations reflected in such forward-looking statements are reasonable at this time, it cannot assure investors that such expectations will prove to be correct or will hold good at all times. Given these uncertainties, investors are cautioned not to place undue reliance on such forward-looking statements. If any of these risks and uncertainties materialise, or if any of the Issuer's underlying assumptions prove to be incorrect, the Issuer's actual results of operations or financial condition could differ materially from that described herein as anticipated, believed, estimated or expected. All subsequent forward-looking statements attributable to the Issuer are expressly qualified in their entirety by reference to these cautionary statements.

Neither the Issuer, its Directors, its KMPs, its Senior Management, and officers, nor any of their respective affiliates or associates or the Lead Managers have any obligation to update or otherwise revise any statements reflecting circumstances arising after the date hereof or to reflect the occurrence of underlying events, even if the underlying assumptions do not come to fruition. In accordance with SEBI NCS Regulations, the Issuer and Lead Managers will ensure that investors in India are informed of material developments until the time of the grant of listing and trading permission by the Stock Exchange.

SECTION II - RISK FACTORS

An investment in this type of security involves a certain degree of risk. The investor should carefully consider all the information contained in this Draft Prospectus, including the risks and uncertainties described below, before making an investment decision. The risks described below are those that we consider to be most significant to our business, results of operations and financial conditions as of the date of this Draft Prospectus. However, they are not the only risks relevant to us or the NCDs or the industry in which we currently operate. Unless otherwise stated in the relevant risk factors set forth below, financial or other implications of the risk factors mentioned below are not quantifiable. Additional risks and uncertainties, not presently known to us or that we currently deem immaterial may also impair our business prospects, results of operations and financial condition. The risk factors set forth below do not purport to be complete or comprehensive in terms of all the risks that may arise in connection with our business or any decision to purchase, own or dispose of the NCDs. Additional risks and uncertainties not presently known to us or that we currently believe to be immaterial may also have an adverse impact on our business, results of operations, cash flows and financial condition. The market prices of the NCDs could decline due to such risks and you may lose all or part of your investment. In making an investment decision, prospective investors must rely on their own examination of us on a standalone and consolidated basis and the terms of the Issue, including the merits and risks involved. Investors should consult their respective tax, financial and legal advisors about the particular consequences of an investment in this Issue.

The financial and other related implications of the risks described in this section, have been disclosed to the extent quantifiable as on the date of this Draft Prospectus. This Draft Prospectus also contains forward-looking statements that involve risks and uncertainties. Our results could differ materially from those anticipated in these forward-looking statements as a result of certain factors, including events described below and elsewhere in this Draft Prospectus.

The ordering of the risk factors is intended to facilitate ease of reading and reference and does not in any manner indicate the importance of one risk factor over another.

Unless otherwise stated or unless context requires otherwise, the financial information used in this section is derived from and should be read in conjunction with the Audited Financial Statements as included in this Draft Prospectus . For further information, see section titled “Financial Statements” on page 239 of this Draft Prospectus. In this section, unless the context otherwise requires, a reference to “the Issuer” is a reference to Edelweiss Financial Services Limited on a standalone basis, while any reference to “we”, “us”, “our” or “our Group” is a reference to Edelweiss Financial Services Limited on a consolidated basis.

Unless otherwise indicated, industry and market data used in this section has been derived from the industry report titled “Research Report on Financial Services Industry” dated May, 2026 (“**CAAPL Research Report**”) prepared and issued by CAAPL, appointed by us and exclusively commissioned and paid for by us for the purposes of confirming our understanding of the industry in connection with the Issue for industry related data in this Draft Prospectus , including in the sections titled “Industry Overview” and “Our Business” on pages 120 and 149 respectively.

Risk factors relating to our business

1. ***The financing industry is becoming increasingly competitive, which creates significant pricing pressures for us to retain existing customers and solicit new business. Our growth will depend on our ability to compete effectively in this environment.***

   Our business operates in a highly competitive market and we face significant competition from other players in the financing industry. Many of our competitors are large institutions, which may have a larger customer base, funding sources, branch networks and capital base compared to us. Some of our competitors may be

more flexible and better positioned to take advantage of market opportunities. This competition is likely to further intensify as a result of securitization and regulatory changes. Our future success will depend, to a large extent, on our ability to respond in a timely and effective manner to these competitive pressures.

Our credit business competes based on a number of factors, including cost effective sources of funding, successful implementation of new technologies, securitization and branches to manage operational costs. Terms and conditions of loans such as variable (or floating) rate interest options, lower processing fees and monthly reset periods are becoming increasingly common in the Indian financial sector, thereby increasing competition.

Our insurance business competes for business based on various factors, including product features, price, coverage offered, quality of customer service, distribution network, relationships with agents, bancassurance partners and other intermediaries, brand recognition, size of operations, financial strength and credit ratings. In addition, life insurance products also compete with certain other financial services products which may not be exactly comparable but provide slightly different alternatives to the customers. For example, in the area of savings-oriented insurance products, we compete with mutual fund companies, bank fixed deposits and Government small saving schemes. Some of our competitors may offer higher commissions or more attractive rewards to agents and other distribution intermediaries or offer similar insurance products at lower pricing.

Our Alternatives, Asset Management and Asset Reconstruction businesses also operate in highly competitive markets, facing competition from domestic and international financial institutions, private equity funds, mutual funds, asset managers and asset reconstruction companies. Increased competition in these businesses has intensified pricing pressures. In the Alternatives business, competition for attractive investment opportunities may increase entry valuations and compress expected returns. In the Asset Management business, growing investor preference for lower-cost products and greater fee transparency may lead to pressure on management fees and adversely impact profitability. In the Asset Reconstruction business, competition for acquisition of stressed assets may result in higher acquisition costs, lower recovery margins and potential delays in resolution under applicable regulatory frameworks.

If we are unable to effectively respond to these various competitive pressures, it could result in a decrease of market share, decrease in our margins and spreads, reduced customer base, increase in pricing of our products, increase in operating expenses, as well as higher attrition rates among management and sales staff, lower growth rates, or even losses, which could have material adverse effect on our business, results of operations, cash flows and financial condition.

2. ***We have grown in the past but there can be no assurance that our growth will continue at a similar rate or that we will be able to manage our rapid growth. If we are unable to implement or sustain our growth strategy effectively it could adversely affect our business, results of operations, cash flows and financial condition.***

Our consolidated profit for the year attributable to owners of the parent was ₹ 5,466.32 million and standalone profit for the year was ₹ 4,475.24 million for the Fiscal 2026. If we are unable to implement or sustain our growth strategy effectively it could adversely affect our business, results of operations, cash flows and financial condition.

Our growth strategy includes growing our asset management, asset reconstruction, capital business and insurance businesses and expanding our retail customer base. A principal component of our strategy is to continue diversifying the development of our new portfolio of products to suit our customers' needs and increase the scale of our businesses. This growth strategy will place significant demands on our management, financial and other resources and will require us to continuously develop and improve our operational, financial and internal controls. Continuous expansion increases the challenges involved in financial

management, recruitment, training and retaining high quality human resources, preserving our culture, values and entrepreneurial environment as well as developing and improving our internal administrative infrastructure.

We also face a number of operational risks in executing our growth strategy. In-line with our new strategy of asset light growth, which involves the wind-down of our wholesale credit book and expansion of our retail credit, asset management and insurance businesses. Our asset-lite model emphasises co-lending, co-origination and securitisation arrangements with bank partners rather than only on-balance sheet origination. We may thus see a transitory period of degrowth of our credit book followed by a slow scale up of our retail credit businesses translating to increase in our assets under management. We cannot, however, assure you that such bank partnerships will continue to be available on acceptable terms or that that the transition from a wholesale to a retail model will not involve periods of lower aggregate net interest income. Any rapid or poorly managed growth in our credit book, particularly in our retail credit businesses, may expose us to increased risks, including higher levels of NPAs, fraud, operational lapses, and regulatory or legal non-compliance. In addition, servicing a large and growing base of retail clients across our credit, insurance and asset management businesses increases our exposure to operational, compliance, legal and reputational risks.

The insurance industry or other financial services industry segments have also seen a few takeovers in the recent past. As a result of this consolidation, competitors may emerge that are larger in scale and/or have other competitive advantages. We may not be able to sustain our growth in light of competitive pressure or other factors. Additionally, there may be scenarios wherein the newly launched products may not generate anticipated returns from the market or may have negative impact on the returns and may be withdrawn. Business models may not succeed in the market and technological and other costs incurred towards automating and developing new customer-friendly interfaces may not yield desired results.

Our ability to sustain our rate of growth also depends, to a large extent, upon our ability to recruit trained and efficient personnel, retain key managerial personnel, maintain effective risk management policies, continue to offer products, which are relevant to our target base of clients, develop managerial experience to address emerging challenges and ensure a high standard of client service. We will need to recruit new employees, who will have to be trained and integrated into our operations. We will also have to train existing employees to adhere properly to internal controls and risk management procedures. Failure to train our employees properly may result in an increase in employee attrition rate, a need to hire additional employees, erosion in the quality of customer service, a diversion of the management's resources, an increase in our exposure to high-risk credit and an increase in costs for us. If we grow our credit book too rapidly or fail to make proper assessments of credit risks associated with new customers, a higher percentage of our loans may become non-performing, which would have a negative impact on the quality of our assets and our financial condition. If we are unable to manage such growth it could disrupt our business prospects, impact our financial condition and adversely affect our results of operations, cash flows and financial condition.

Our growth has placed and will continue to place significant demands on our operational, credit, financial and other internal risk controls, including:

- preserving our asset quality as our geographical presence increases and our customer profile changes;
- developing and improving our products and delivery channels;
- recruiting, training and retaining sufficient skilled personnel;
- upgrading, expanding and securing our technology platform;
- securitization of our newly set up businesses;

- complying with regulatory requirements, including KYC norms and other regulations; and
- maintaining high levels of customer satisfaction.

If we are not successful in implementing or executing these operational measures and risk controls, we may not be able to expand our business as we have in the past, and our growth rate may decline. We may not be able to manage our new operations effectively or efficiently, which would mean that our operations would suffer, and our performance and financial results as a whole would be materially and adversely affected.

3. ***Difficult conditions in financial markets can adversely affect our business, which could materially reduce our revenue and income.***

As a financial services firm, our businesses are materially affected by conditions in the domestic and global financial markets, as well as economic conditions in India. If there is a prolonged or significant downturn or extreme volatility in the Indian capital markets, our revenue generated from these products and services, as well as our net investment income and fund management fees, could decrease, which would have a material adverse effect on our business, results of operations, cash flows and financial condition.

We have in the past incurred trading losses in certain of the equity investments, derivatives, fixed income securities and commodities in our portfolio. Any significant or sustained trading losses could place the capital invested by us at risk, thereby adversely affecting our consolidated business, results of operations, cash flows and financial condition. Market and economic climate may deteriorate in the future because of many factors beyond our control, including rising interest rates or inflation, terrorism or political uncertainty, any adverse global or domestic events, including events that may negatively impact liquidity and investment inflows from foreign and domestic investors.

Our ability to grow relatively recent business ventures such as retail financing, insurance and asset management may also be limited in difficult market conditions. Performance of our capital businesses such as investment of our excess liquidity through our internal liability management operations may be affected due to conditions in the financial markets and economic conditions. A credit crunch in the markets or a liquidity squeeze will increase the cost of borrowings for NBFC industry which may aggravate in future.

We will be unable to quantify the impact of any such adverse market conditions on our business and/or financial condition. Our operating results may vary significantly from quarter to quarter as a result of volatility in market conditions. Therefore, period-to-period comparisons of our results of operations are not necessarily meaningful and should not be relied upon as an indication of our future performance.

4. ***High levels of customer defaults and the resultant non-performing assets could adversely affect our business, financial condition, results of operations and future financial performance.***

Our credit business involves lending money and accordingly, we are subject to risks of customer default, which includes default or delays in repayment of principal and/or interest on the loans we provide to customers. Customers may default on their obligations as a result of various factors, including certain external factors, which may not be within our control such as developments in the Indian economy and the real estate market, movements in global markets, changes in interest rates, changes in regulations, government policies. Any negative trends or financial difficulties affecting our customers could increase the risk of their default. Our customers could also be adversely affected by factors such as, bankruptcy, lack of liquidity, lack of business and operational failure. If our customers fail to repay loans in a timely manner or at all, then our results of operations, cash flows and financial condition will be adversely impacted. If we are not able to successfully manage the risks associated with lending to these customers, then it may become difficult for us to make recoveries on these loans. We may also experience higher delinquency rates due to prolonged adverse

economic conditions or a sharp increase in interest rates. Any increase in delinquency rates could result in a reduction in our total interest income (i.e., our accrued interest income from loans, including any interest income from credit substitutes) and as a result, lower revenue from our operations, while increasing our costs due to increased expenses associated with the servicing and collection of delinquent loans. We may also be required to make loss provisions in respect of loans to such customers in accordance with applicable regulations and, in certain cases, may be required to write-off such loans. Our loan loss provisions and write-offs have remained at elevated levels during the past two years which has been influenced by the significant structural shift in our loan portfolio, as we transition to a predominantly retail-focused loan book. We have previously faced certain instances of customers defaulting and/or failing to repay dues in connection with loans or finance provided by us. We have, in certain instances, initiated legal proceedings to recover amounts due from delinquent customers. For further details in relation to some of such litigations, see "Outstanding Litigations" on page 273. Customer defaults could also adversely affect our levels of NPA and increase our provisions made for our NPA, which could in turn adversely affect our operations, cash flows and profitability. Our gross NPA for our three credit entities were 2.31%, and 1.85% of our gross advances as at March 31, 2025, and March 31, 2024 respectively. Our net NPA for our three credit entities were 1.70%, and 1.29% of our gross advances as at March 31, 2025, and March 31, 2024, respectively. Pursuant to the approval of the Scheme of Merger by the NCLT on September 12, 2025, Edelweiss Retail Finance Limited ("**ERFL**") has merged with ECL Finance Limited ("**ECLF**") effective from September 30, 2025, our gross NPA and our Net NPA for the two credit entities are 2.27%***** and 1.66%***** of our gross advances as at March 31, 2026, respectively.

****** *Pursuant to the approval of the Scheme of Merger by the NCLT on September 12, 2025, Edelweiss Retail Finance Limited ("**ERFL**") has merged with ECL Finance Limited ("**ECLF**") effective from September 30, 2025. Accordingly, the aforementioned financial information of ECLF for the Fiscal 2026 has been disclosed taking into account the effect of merger*.

Though there can be no assurance that the trend of improvement in the asset quality will be maintained in the future. As our loan portfolio matures, we may experience increased defaults in principal or interest repayments. If we are not able to control or reduce our level of NPA, the overall quality of our loan portfolio may deteriorate, and our results of operations may be adversely affected. Our total provision cover for our three credit entities was 82.34%, and 107.92% as at March 31, 2025, and March 31, 2024, respectively. Pursuant to the approval of the Scheme of Merger by the NCLT on September 12, 2025, ERFL has merged with ECLF effective from September 30, 2025, our total provision cover for our two credit entities was 68.36% as at March 31, 2026. The movement in provisioning coverage ratio over this period primarily reflects the significant structural change in our portfolio composition i.e., the higher provision cover in Fiscal 2024 was attributable to elevated provisions maintained against the wholesale lending book which carried higher credit risk. New wholesale lending was discontinued effective January 1, 2024, and the residual book continues to be wound down. Accordingly, the provisioning coverage ratio as at March 31, 2026, reflects the predominantly retail-oriented composition of the current loan portfolio.

Our loan loss provisions may not be comparable to that of other similar financial institutions as provisioning levels may vary depending on portfolio composition, risk profile and accounting judgements. With the wholesale lending book substantially reduced and no new wholesale disbursements being made since January 1, 2024, our provisioning coverage ratio as at March 31, 2026, reflects the predominantly retail-oriented composition of our current loan portfolio. However, there can be no assurance that there will be no further deterioration in our provisioning coverage ratio or that the percentage of NPA that we will be able to recover will be similar to our past experience in recovering our NPA. In the event of any deterioration in the quality of our loan portfolio, there could be further adverse impact on our results of operations. If we are unable to effectively perform credit appraisal, portfolio monitoring and recovery processes and the related deterioration in the credit quality of our loan portfolio, the proportion of NPA in our loan portfolio could increase, which

would, in turn, have a material adverse effect on our business, results of operations, cash flows and financial condition.

5. ***Revisions to laws and regulations or regulatory investigations, including recent RBI AIF Circular restricting certain investments by Regulated Entities in the schemes of alternate investment funds ("AIFs"), may have a material adverse effect on our business, results of operations, cash flows and financial condition.***

Our subsidiaries are regulated by and report to a wide variety of Indian regulatory bodies, including RBI, NHB, SEBI, IRDAI and other regulators, each of which promulgate guidelines governing a wide variety of activities, including but not limited to capital adequacy, investment and credit exposure, reserves and other prudential norms.

Our subsidiary, ECL Finance Limited, is regulated principally by the RBI and is subject to the RBI SBR Framework Master Directions on the regulation of the NBFC-ML. The RBI also regulates the credit flow by banks to NBFCs and provides guidelines to commercial banks with respect to their investment and credit exposure norms for lending to the NBFCs. In order to provide enhanced control, existing rules and regulations have been modified, new rules and regulations have been enacted and reforms have been implemented.

Further, the RBI has through its circular dated December 19, 2023, ("**RBI AIF Circular**") prohibited *inter alia* NBFCs and HFCs (collectively "**Regulated Entities**"), from making any investments in any scheme of AIFs which has downstream investments, either directly or indirectly, in a debtor company of such respective Regulated Entities. The RBI has further directed the Regulated Entities with existing investments in such schemes of AIFs to either liquidate their investments with a period of 30 (thirty) days from the date of the RBI AIF Circular or make 100% provision on such investments. On March 27, 2024, the RBI issued clarifications on the applicability of the RBI AIF Circular, including the clarification on investments made by Regulated Entities in AIFs through intermediaries such as fund-of-funds or mutual funds would be outside the scope of the restrictions.

Subsequently, on May 19, 2025, the RBI released the draft Reserve Bank of India (Investment in AIF) Directions, 2025, which were finalised and notified on July 29, 2025. These directions were further consolidated into the Reserve Bank of India (Non-Banking Financial Companies -Undertaking of Financial Services) Directions, 2025 effective from November 28, 2025 ("**Financial Services Directions**") along with the Reserve Bank of India (Non-Banking Financial Companies – Classification, Valuation and Operation of Investment Portfolio) Directions, 2025. For further details, please see "*Regulations and Policies*" on page 203.

Any of our investments which require compliance with the RBI AIF Circular or the Financial Services Directions may adversely impact our business, results of operations, financial condition and reputation.

It must be however highlighted that we have filed intimations to BSE and NSE on January 16, 2024 stating *inter alia* that we have exited all such AIFs, through either partial unwinding of the AIFs and/or by way of sale of AIF holdings at par value. We have further confirmed in the aforesaid intimations that we are not required to take any provisions or make any capital adjustments on account of the RBI AIF Circular.

6. ***Regulatory restrictions may have a material adverse effect on our reputation, business, financial condition and result of operations.***

We operate in a highly regulated environment and are subject to supervision, examination, and enforcement actions by various regulatory authorities. From time to time, regulatory authorities may impose restrictions

on certain of our business activities or operations, require us to undertake remedial measures, or issue directives that affect the manner in which we conduct our business.

Although we endeavour to address any regulatory concerns promptly and to comply with all applicable requirements, there can be no assurance that any restrictions previously imposed have been, or will be, fully resolved to the satisfaction of the relevant regulatory authorities, or that new restrictions, orders, or enforcement actions will not be imposed in the future.

Changes in our senior management, including in key leadership positions, may also occur as a result of regulatory requirements or directives. Any such changes could result in disruptions to our business strategy, operations, or relationships with key stakeholders.

While we strive to maintain compliance with all applicable laws, rules, and regulations, we cannot assure that no further actions will be taken by any regulatory authority in the future. Any such actions, or any failure to comply with applicable regulatory requirements, could materially and adversely affect our business, financial condition, results of operations, and reputation.

7. ***We are a widely regulated business and revisions to laws and regulations or regulatory investigations may have a material adverse effect on our business, results of operations, cash flows and financial condition.***

Changes in applicable laws and regulations, regulatory observations, investigations and supervisory actions may adversely affect our business, financial condition, cash flows and results of operations

Our life and general insurance subsidiaries are regulated by IRDAI. The laws and regulations governing the insurance industry cover a wide variety of issues, including foreign investment, solvency requirements, investments, money laundering, privacy, record keeping, marketing and selling practices, and have become increasingly complex over time. Any change in the policies of the IRDAI, including in relation to investment or provisioning, may result in our inability to meet such increased or changed requirements as well as require us to increase our coverage to relatively riskier segments. In addition, the Insurance Act, 1938 and regulations issued by the IRDAI could restrict our insurance subsidiaries' operating flexibility as it restricts the types of capital that can be issued by an insurer in India to equity shares having a single face value, preference share capital, subordinated debt instruments and any other debt instrument as may be permitted by the IRDAI. Accordingly, our insurance subsidiaries' ability to issue capital of varied nature is limited. In addition, the Insurance Act, 1938 provides that appointment, reappointment or termination of a managing or whole-time director, a manager or a chief executive officer, of an insurance company shall be made only with the prior approval of the IRDAI. The regulations prescribed by IRDAI further require that the right to appoint a chairman who exercises a casting vote and the right to appoint a chief executive officer has to necessarily be appointed by the Indian promoters and/or investors or the board of directors of the insurance company. Further, according to the Insurance Regulatory and Development Authority (Investment) Regulations, 2016, certain requirements are imposed on investments by insurers.

Further, our other lines of businesses are also regulated by RBI, NHB, SEBI and other regulations and are subject to periodic inspections by RBI, NHB, SEBI and other regulators. In the past certain observations were made by the regulators during such inspections regarding our business and operations. These observations relate to, amongst others, financial aspects such as calculation of CRAR in our NBFC (including diversions), operational aspects such as data errors and use of customer data, and governance aspects such as formulation of fit and proper criteria for appointment of directors on one of the Subsidiaries. While we generally respond to the observations issued by the regulators in the inspection reports, we cannot assure you that such responses would be found to be acceptable by the regulators in all cases. While we attempt to be in compliance with all regulatory provisions applicable to us, in the event we are not able to comply with the observations made by

the regulators, we could be subject to supervisory actions, which may have a material adverse effect on our reputation, results of operations, cash flows and financial condition. For details of outstanding proceedings in this respect, see "*Outstanding Litigations*" on page 273.

The Issuer has received a notice dated February 9, 2024 bearing reference number SEBI/HO/DDHS SEC/P/OW/2024/5802/1 and SEBI/HO/DDHS-SEC-1/P/OW/2024/5821/1 from SEBI **("SEBI Letter"),** under Section 15 HB for summary settlement in relation to alleged payments of additional interest for publicly issued NCDs and in its capacity as an Issuer and the merchant banker. The SEBI pursuant to its notice dated June 14, 2024, addressed to the Issuer, issued a notice for summary settlement of the probable proceedings under the SEBI (Settlement Proceedings) Regulations, 2018 as provided in the SEBI Letter. Subsequently, the Issuer has filed the settlement applications and an aggregate amount of ₹ 1.95 million have been remitted**.**

The Issuer is registered as merchant banker and also acts as an investment manager to certain AIFs registered with the SEBI. The Issuer is required to undertake compliance with the applicable regulatory framework. Accordingly, in the ordinary course of business, the Issuer receives notices and warning letters from SEBI from time to time, which are addressed on an ongoing basis.

We are also subject to corporate, taxation and other laws in force in India, including the Goods and Services Tax (GST) regime, which has undergone several revisions since its introduction. Changes in GST rates, exemptions or credit mechanisms could increase compliance and operational burdens or impact our financial position, particularly in our financial services and insurance businesses. The abovementioned regulations are subject to frequent amendments, which may require us to restructure our activities, incur additional costs or could otherwise adversely affect our business and financial performance. Further, the guidelines promulgated by the regulators may overlap, which could lead to interpretational ambiguities and subject us to potential liability in case of divergent views. There can be no assurance that these regulatory bodies will not implement further regulations or policies, including legal interpretations of existing regulations, relating to or affecting interest rates, taxation, inflation or exchange controls, or otherwise take action, that may have an adverse impact on our subsidiaries. Further, if we are unable to comply with such regulatory requirements, our business and results of operations may be materially and adversely affected.

The RBI, SEBI, NHB, IRDAI and other regulators in India and jurisdictions where we operate are empowered to impose and have in the past given administrative warnings and imposed penalties, including for matters such as failure to exercise adequate due diligence in case of certain public offerings on which we were mandated. We cannot predict the initiation or outcome of any current or future investigations by other authorities or different investigations by the regulators in India or in other jurisdictions we operate in. Past penalties imposed by the regulators have generated adverse publicity for our business. Such adverse publicity, or any future scrutiny, investigation, inspection or audit, which could result in fines, public reprimands, damage to our reputation, significant time and attention from our management, costs for investigations and remediation of affected customers, may materially adversely affect our business and financial results.

The RBI has recently proposed and issued several amendments including by way of draft directions that contemplate a comprehensive overhaul of the regulatory and compliance framework including prudential, conduct and operational requirements for regulated entities. Similarly, SEBI has also issued the NCS Master Circular consolidating the framework governing issuance of listed debt securities pursuant to the circular dated October 15, 2025, and has introduced changes to the timelines for listing of NCDs issued by way of public issuance among other changes. The final scope, timelines, transition provisions, supervisory expectations and the larger implications remain uncertain. Any further restrictions or changes governing the operations and conduct of business including in the exposure limits, enhancement of provisioning or capital requirements may require adjustments to our products, underwriting standards, capital allocation, systems and documentation, and could adversely affect our business, results of operations, cash flows and capital

ratios. For further details, see "*Regulations and Policies*" on page 203.

8. We may not be able to recover the full value of collateral or amounts sufficient to cover the outstanding amounts due under defaulted loans on a timely basis or at all, or the value of collateral may decrease, which could adversely affect our results of operations, cash flows and financial condition.

The value of collateral that we take for loans given by us is dependent on various factors, including (i) prevailing market conditions, (ii) the general economic and political conditions in India, (iii) growth of the stock markets, capital markets and real estate sector in India and the areas in which we operate, (iv) any change in statutory and/or regulatory requirements, and (v) the credit profile of our borrower.

Delays in recovery, bankruptcy and foreclosure proceedings, defects in the title and delays in obtaining regulatory approvals for the enforcement of such collaterals may affect the valuation of the collateral. As a result, we may not be able to recover the full value of the collateral for the loans provided by our customers within the expected timeframe or at all. Further, legal proceedings may have to be initiated by us in order to recover overdue payments on loans and as a consequence, the money and time spent on initiating legal proceedings may adversely affect our cash flow.

The value of the security provided by the borrowers to us may be subject to a reduction in value on account of various reasons. While our customers may provide alternative security to cover the shortfall, the realizable value of the security for the loans provided by us in the event of liquidation may continue to be lower than the combined amount of the outstanding principal amount, interest and other amounts recoverable from the customers.

Any default in the repayment of outstanding credit obligations by our customers may also expose us to losses. A failure or delay recovering the loan value from sale of collateral security could expose us to potential losses. Any such losses could adversely affect our results of operations, cash flows and financial condition. Furthermore, the process of litigation to enforce our legal rights against defaulting customers in India is generally a slow and potentially expensive process. Accordingly, it may be difficult for us to recover amounts owed by defaulting customers in a timely manner or at all.

9. Any adverse development in the real estate sector would negatively affect our results of operations.

A significant portion of our credit book is exposed to the real estate sector. In addition, our asset reconstruction business also has exposure to loans to companies in the real estate sector. Our wholesale mortgage, retail mortgages and small and medium enterprises ("**SME**") & business loans are exposed to the real estate sector and any significant decline in property prices can adversely affect our ability to realise the value of our collateral or fully recover principal and interest in the event of a default. Delay in completion of real estate developments may also affect the value of our collateral and our ability to enforce our rights. Failure to recover the expected value of collateral could expose the Issuer to losses and, in turn, result in a material adverse effect on our business, results of operations, cash flows and financial condition. Following the introduction of the SARFAESI Act, we are allowed to foreclose on secured property after 60 (sixty) days' notice to a borrower, whose loan has been classified as non-performing. Although the enactment of the SARFAESI Act has strengthened the rights of creditors by allowing expedited enforcement of security in an event of default, there is still no assurance that we will be able to realize the full value of our collateral, due to, among other things, delays on our part in taking action to secure the property, delays in bankruptcy foreclosure proceedings, stock market downturns, defects in the perfection of collateral and fraudulent transfers by borrowers.

Further, among the various regulatory developments that have impacted the real estate sector recently, we believe that the implementation of the Real Estate Regulation and Development Act, 2016 ("**RERA Act**") is

expected to have the biggest impact over the long term. After notification of certain provisions of the RERA Act with effect from May 2016, the remaining provisions of the RERA Act became effective from May 2017 onwards. Subsequent to this, the obligations of real estate project developers under the provisions of the RERA Act, including mandatory project registration, enhanced disclosure norms and penal provisions for violation of rules have become effective across India.

To ensure compliance with the requirements of the RERA Act, companies in the real estate sector may need to allocate additional resources, which may increase compliance and they may face regulatory actions or be required to undertake remedial steps, which may have an adverse effect the business, operations and financial condition of various companies in the sector leading to less than anticipated growth in the housing sector, resulting in adverse effect on our business.

10. ***Our current statutory auditors have reported a statement on certain matters specified in Companies (Auditor's Report) Order, 2020 ("the Order") as an annexure to the main audit report in respect of Standalone and Consolidated Audited Financial Statements for March 31, 2026 , March 31, 2025 and March 31, 2024 and with respect to Rule 11(e) of the Companies (Audit and Auditors) Rules, 2014 in the current statutory auditor's audit report in respect of Standalone and Consolidated Audited Financial Statements for March 31, 2026, March 31, 2025 and March 31, 2024, which were prepared and modified, which may affect our future financial results.***

Our current statutory auditors had reported a statement included as an annexure to the auditor's report on audited standalone financial statements of the Issuer for the year ended March 31, 2026, a statement on certain matters specified in the Companies (Auditor's Report) Order, 2020 which were modified to indicate (a) generally regular in payment of undisputed statutory dues; and (b) disclosure of statutory dues outstanding on account of a dispute.

Our current statutory auditors had reported a statement included as an annexure to the auditor's report on audited standalone financial statements of the Issuer for the year ended March 31, 2025, a statement on certain matters specified in the Companies (Auditor's Report) Order, 2020 which were modified to indicate (a) generally regular in payment of undisputed statutory dues; (b) disclosure of statutory dues outstanding on account of a dispute; and (c) cash losses incurred.

Our current statutory auditors had reported a statement included as an annexure to the auditor's report on standalone financial statements of the Issuer for the year ended March 31, 2024, a statement on certain matters specified in the Companies (Auditor's Report) Order, 2020 ("**the Order**") which were modified to indicate (a) generally regular in payment of undisputed statutory dues; and (b) disclosure of statutory dues outstanding on account of a dispute.

Our current statutory auditors had reported a statement included in the auditor's report on standalone financial statements of the Issuer for the year ended March 31, 2024, with respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 (e) of the Companies (Audit and Auditors) Rules, 2014, with respect to the Issuer, has not advanced or loaned or invested or has not received any fund to/from any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding that the intermediary shall, except with respect to certain loans given to its subsidiary company in the ordinary course of business, which are at arm's length and the same is approved by Board Audit Committee of the Issuer. The Issuer has also confirmed that the transactions were in accordance with relevant provisions of the Foreign Exchange Management Act, 1999 (42 of 1999) and the Companies Act, 2013 and the such transactions are not in violation of the Prevention of Money-Laundering Act, 2002 (15 of 2003).

Our current statutory auditors have reported the annexure in the auditor's report on consolidated financial

statements of the Issuer for the year ended March 31, 2026, a statement on certain matters by the Companies'(Auditor's Report) Order, 2020 which indicated unfavourable or adverse remarks by the respective auditors in the report on Companies (Auditor's Report) Order, 2020 of the companies included in the consolidated financial statements which indicated for respective entities with respect to clause iii (c), iii (d), ix(d) and xvii.

Our current statutory auditors have reported the annexure in the auditor's report on consolidated financial statements of the Issuer for the year ended March 31, 2025, a statement on certain matters by the Companies'(Auditor's Report) Order, 2020 which indicated unfavourable or adverse remarks by the respective auditors in the report on Companies (Auditor's Report) Order, 2020 of the companies included in the consolidated financial statements which indicated for respective entities with respect to clause iii (c), iii (d), ix(d) and xvii.

Our current statutory auditors have reported the annexure in the auditor's report on consolidated financial statements of the Issuer for the year ended March 31, 2024, a statement on certain matters by the Companies'(Auditor's Report) Order, 2020 which indicated unfavourable or adverse remarks by the respective auditors in the report on Companies (Auditor's Report) Order, 2020 of the companies included in the consolidated financial statements which indicated for respective entities with respect to clause iii (c), iii (d), vii(a), ix(d) and xvii.

For further details, please see "*Financial Information*" on page 239. There can be no assurance that our Statutory Auditors will not include similar comments in the audit reports to our audited financial statements in the future, or that such remarks will not affect our financial results in future fiscal periods.

11. ***We and certain of our Promoters and Directors, group companies, Subsidiaries are involved in certain legal and other proceedings and further certain penalties have been imposed by statutory, governmental or regulatory authorities and there can be no assurance that we and our Promoters and Directors, group companies, Subsidiaries will be successful in any of these legal actions. In the event we are unsuccessful in litigating any of the disputes, our business and results of operations may be adversely affected.***

We are involved in certain legal proceedings, including civil suits, criminal proceedings, and tax disputes. These legal proceedings are pending at different levels of adjudication before various courts, authorities and tribunals. Some of our Promoters and Directors, group companies, Subsidiaries have been named as parties to criminal and regulatory proceedings, which are currently pending. Further pursuant to the certain proceedings initiated by statutory, governmental and regulatory authorities, penalties (monetary and non-monetary) have been imposed against the Subsidiaries and group companies of the Issuer, for violation of certain legal requirements. For further details in relation to legal proceedings, among other things, involving us and certain of our Promoters and Directors, group companies, Subsidiaries, see "*Outstanding Litigations*" on page 273. These proceedings have been disclosed to the extent: (i) the monetary amount of any claim by or against the entity or person in any such pending litigation is in excess of an amount of ₹ 290 million, or (ii) where any such litigation or regulatory action the outcome of which has a bearing on the business, operations, prospects or reputation of the Issuer, irrespective of the amount involved in such litigation ("**Materiality Threshold**"). The Materiality Threshold is applicable to the disclosures required to be made in connection with this Issue in this Draft Prospectus in connection with all pending litigation involving the Issuer, Promoter, Directors, Subsidiaries and group companies, (other than criminal proceedings, and regulatory proceedings) and does not extend to any other disclosure or issuance or any other purpose, in any manner whatsoever.

A summary of number of the outstanding litigations as detailed in "*Outstanding Litigations*" on page 273 is as provided below:

Name of the Company	Criminal Proceedings[#]	Tax Proceedings[$]	Statutory or Regulatory Proceedings[#]	Disciplinary actions by the SEBI or Stock Exchanges against our Promoters^	Material Civil Litigations*	Aggregate amount involved (₹ in million)
Company						
By the Company	1	Nil	Nil	Nil	3	4250
Against the Company	1	1	2	Nil	Nil	432.69
Directors						
By the Directors	Nil	Nil	Nil	Nil	Nil	Nil
Against the Directors	Nil	Nil	Nil	Nil	Nil	Nil
Promoters^						
By the Promoters	Nil	Nil	Nil	Nil	Nil	Nil
Against the Promoters	4	Nil	Nil	Nil	Nil	16.57
Subsidiaries						
By the Subsidiaries	33	Nil	Nil	Nil	6	11797.48
Against the Subsidiaries	21	5	15	Nil	13	20653.54

 # Criminal proceedings and statutory or regulatory proceedings have been disclosed irrespective of the Materiality Threshold.

[$]Tax proceedings have been disclosed in this table in accordance with Materiality Threshold.

**Material civil litigations have been disclosed in accordance with the Materiality Threshold described above.*

^The litigations and proceedings involving the Promoters disclosed above have been disclosed for the past three financial years irrespective of Materiality Threshold.

We are subject to routine supervisory processes and periodic inspections inter alia by SEBI and stock exchanges, pursuant to which observations and warning, deficiency and advisory letters may be issued, on various issues including our operations, internal controls and regulatory compliance. We may be delayed or in the process of implementation of any prescribed operational procedures or compliance with certain regulatory requirements prescribed pursuant to such supervisory processes, which could affect our future growth and business. For instance, our group companies have been subject to joint inspections by SEBI and stock exchanges for which monetary and non-monetary penalties have been prescribed. While we have taken actions and responded to such observations, findings, directions and regulatory non-compliances in the past, these regulatory authorities may make similar observations in the future. For details in relation to penalties imposed on our Company and Subsidiaries in last three years, please see section "*Outstanding Litigations*" on page 273. In the event, we are unable to resolve such deficiencies and other matters to their satisfaction ,or are otherwise found to be in non-compliance with the observations or directions, we may be subject to penalties or enforcement actions. Imposition of any penalty or action during ongoing or any future inspections may therefore have an adverse effect on our business, results of operations, financial condition and reputation.

We are required to devote management and financial resources in defence or prosecution of these disputes. There can be no assurance that these disputes will not be determined against us or that we will not be required to pay all or a portion of the disputed amounts or that we will be able to recover amounts for which we have filed recovery proceedings. Even if we are successful in defending such cases, we will be subject to legal and

other costs relating to defending such litigation, and such costs may be substantial and not recoverable. There can also be no assurance that similar proceedings will not be initiated against us in the future.

12. ***If we are unable to recover the amounts due from customers to whom we have provided unsecured loans it could adversely affect our operations and profitability.***

Our unsecured loan portfolio includes working capital loans to SMEs and other loans. Since loans to these customers are unsecured, upon the occurrence of an event of default, our ability to realise the amounts due would be restricted to initiating legal proceedings for recovery. There can be no guarantee as to the length of time it could take to conclude such legal proceedings or for the legal proceedings to result in a favourable decision for us. Moreover, since these loans are securitized, there can be no assurance that we will be able to fully recover the outstanding due, or at all, even in the event of a favourable decision for us. With respect to some of our loans, we do not have any direct control over how the customer actually utilised the loan proceeds. Although our credit appraisal system conducts a due diligence during its securitization process and exercises caution in its lending, any use of loan proceeds for purposes outside those stated on the loan application form may negatively affect the repayment capacity of the borrowers to repay the loan. Any failure to repay such loans could have an adverse effect on our financial condition, results of operations and cash flows.

13. ***SMEs to which we provide loans may not perform as expected and we may not be able to control the non-performance of such businesses.***

We provide loans to SMEs against their assets. Our SME & other business loan portfolio aggregated to ₹ 13,452.77 million, ₹ 8,383.13 million and ₹ 12,025.63 million as at March 31, 2026, March 31, 2025 and March 31, 2024, respectively**.** Some of our SME loans are also unsecured. We do not manage, operate or control such SME businesses or entities and have no control over those businesses' functions or operations. Such SME businesses may make business, financial or management decisions with which we do not agree, or the majority shareholders or the management of such companies may make business, financial or management decisions that may be adverse to, or otherwise act in a manner that does not serve, our best interests. The repayment of the loans extended to such SME businesses will depend to a significant extent on the specific management team of the relevant borrower entity. The actions taken by the management of our SME customers may lead to significant losses and affect their ability to repay our loans, and this may adversely affect our financial performance.

14. ***We may be impacted by volatility in interest rates, which could cause our net interest margins to decline and adversely affect our profitability.***

Our results of operations are substantially dependent upon our net interest income, which is a function of the amount of our credit book and net interest margin. The net interest income for our credit NBFCs was as follows:

(₹ in million, unless otherwise stated)

Name of entity	Fiscal 2026	Fiscal 2025	Fiscal 2024
ECL Finance Limited*	(889.43)	(2,129.20)	(3,221.96)
Edelweiss Retail Finance Limited*		402.80	475.77
Nido Home Finance Limited**	1,640.49	1,247.88	1,123.17

** Pursuant to the approval of the Scheme of Merger by the NCLT on September 12, 2025 Edelweiss Retail Finance Limited ("**ERFL**") has merged with ECL Finance Limited ("**ECLF**") effective from September 30, 2025. Accordingly, the aforementioned financial information of ECLF for the Fiscal 2026 has been disclosed taking into account the effect of merger.*

*** Net Interest Margin = Interest Income + Net gain on de-recognition of financial instruments under amortised category – Finance Cost*

We borrow and lend funds on both fixed and floating rates. While any reduction in interest rates at which we borrow may be passed on to our customers, we are unable to pass on any increase in interest rates to customers who have existing loans on fixed interest rates. In a rising interest rate environment, if the yield on our interest-earning assets does not increase simultaneously with or to the same extent as our cost of funds, and conversely, in a declining interest rate environment, if our cost of funds does not decline simultaneously or to the same extent as the yield on our interest-earning assets, our net interest income and net interest margin would be adversely impacted. Competitive pressure may also require us to reduce the interest rates at which we lend to our customers without a proportionate reduction in interest rates at which we raise funds. Our customers may also prepay their loans to take advantage of a declining interest rate environment. An increase in interest rates could result in our customers, particularly those with variable interest rate loans, prepaying their loans if less expensive loans are available from other sources. In a declining interest rate environment, especially if the decline is sudden or sharp, we could be adversely affected by a decline in the market value of fixed income securities and this could reduce our earnings from liability management operations.

Accordingly, our operations are susceptible to fluctuations in interest rates. Interest rates are highly sensitive and volatility in interest rates could be a result of many factors, including the monetary policies of the RBI, inflationary pressures in the economy, de-regulation of the financial services sector in India, domestic and international economic and political conditions and inflation. An increase in inflation and consequent changes in bank rates, repo rates and reverse repo rates by the RBI have led to an increase in interest rates on loans provided by banks and financial institutions and consequently, interest rates in India have been volatile in recent financial periods. There can be no assurance that we will be able to adequately manage our interest rate risk in the future, which could have an adverse effect on our net interest income and net interest margins, which could in turn have a material adverse effect on our business, results of operations, cash flows and financial condition.

15. Our contingent liabilities could adversely affect our financial condition.

As at March 31, 2026, our contingent liabilities on a standalone basis not provided for, as per Ind AS 37 issued by MCA, were amounting to ₹ 439.01 million, (which included taxation matters in respect of which appeal is pending amounting to ₹ 430.75 million, litigation pending against the Issuer amounting to ₹ 8.26 million). As at March 31, 2026, our contingent liabilities on a consolidated basis not provided for, as per Ind AS 37 issued by MCA, were amounting to ₹ 2,137.23 million (which included taxation matters in respect of which appeal is pending amounting to ₹ 1,904.77 million, litigation pending against Group amounting to ₹ 232.46 million). If, for any reason, these consolidated contingent liabilities materialise, it may adversely affect our financial condition. For more details of contingent liability as at March 31, 2026, as per Ind AS 37, see "*Financial Information*" on page 239.

16. We are subject to certain litigations involving income tax authorities, outcome of which is currently not known to us.

Pursuant to the Income Tax Authorities (the "**ITA**") investigation during March 2023 at the offices of the Issuer, and at its subsidiaries namely, Edelweiss Rural and Corporate Services Limited, , Edge Advisory and Management Services Private Limited (Formerly Allium Corporate Services Private Limited), Edelweiss Asset Reconstruction Company Limited, ECL Finance Limited and Edel Finance Company Limited, notices were received for various years by the Issuer and its Subsidiaries in relation to proceedings. Subsequently assessment orders/demand notices have been received in relation to completion of the investigation. The Issuer and its above mentioned subsidiaries have filed an appeal against relevant assessment orders. On the basis of legal opinion taken by the Group, the Issuer believes that there may not be any significant impact on standalone or consolidated financial statements in this regard. In case of an adverse outcome from higher authorities, it may affect our business, financial condition, and results of operation.

17. ***Our businesses require substantial operating capital and any disruption in the sources of its funding or an increase in its average cost of borrowings could have a material adverse effect on our liquidity and financial condition.***

Our liquidity and ongoing profitability are, to a large extent, dependent upon our timely access to, and the costs associated with, raising capital. Our funding requirements have historically been met through a combination of borrowings such as term loans, working capital limits from banks, issuance of commercial papers and non-convertible debentures as well as retained earnings. We are also in the process of diversifying our sources of funding by securitizing some of our loan portfolio. Our finance costs (on a consolidated basis) were ₹ 24,915.99 million, ₹ 25,370.44 million, and ₹ 27,865.03 million for the Fiscals 2026, 2025, and 2024, respectively, reflecting improving cost of funds. Our finance costs (on a standalone basis) were ₹ 3,891.19 million, ₹ 3,441.25 million, and ₹ 3,268.90 million for the Fiscals 2026, 2025, and 2024, respectively. Our business growth, liquidity and profitability depend and will continue to depend on our ability to access diversified, relatively stable and low-cost funding sources as well as our financial performance, capital adequacy levels, credit ratings and relationships with lenders. As a financial services company, we face certain additional regulatory restrictions on our ability to obtain financing. Any adverse developments or changes in applicable laws and regulations, which limit our ability to raise funds through securitization or direct assignment transactions or through private placements of non-convertible debentures can disrupt our sources of funding and as a consequence, could have a material adverse effect on our liquidity and financial condition. Further, our ability to access or refinance funding may be adversely affected by volatility or dislocation in the credit markets, adverse movements in interest rates, deterioration in the performance of our operating subsidiaries, changes in investor sentiment towards NBFCs or financial services issuers generally, or any downgrade in our credit ratings.

As on March 31, 2026, our Total Borrowings on a consolidated basis were ₹ 185,042.75 million, out of which ₹ 70,482.93 million were to mature in less than a year. Our Total Borrowings on a standalone basis were ₹ 39,848.72 million as on March 31, 2026, Our standalone debt obligations are serviced primarily through dividend flows from our operating subsidiaries, capital market business, management fee income and refinancing activities, and any reduction or disruption in such cash flows may adversely affect our liquidity and debt servicing ability. In order to meet these debt obligations, we will either need to refinance, which may prove to be difficult in the event of volatility in the credit markets, or alternatively generate sufficient operating cash flows to retire the debt. There can be no assurance that our business will generate sufficient cash to enable it to service its existing debt or to fund its other liquidity needs.

Our ability to borrow funds and refinance existing debt may also be affected by a variety of factors, including deterioration in our financial performance or profitability, regulatory policies impacting the ability of lenders to lend to certain sectors such as NBFCs, liquidity in the credit markets, the strength of the lenders from which we borrow, the amount of eligible collateral, credit rating downgrade and accounting changes that may impact calculations of covenants in our financing agreements. An event of default, a significant negative ratings action by a rating agency, an adverse action by a regulatory authority or a general deterioration in prevailing economic conditions that constricts the availability of credit may increase our cost of funds and make it difficult for us to access financing in a cost-effective manner. A disruption in sources of funds or increase in cost of funds as a result of any of these factors may have a material adverse effect on our liquidity and financial condition.

Pursuing our growth strategy and introducing new product offerings to our customers will have an impact on our long- term capital requirements. The market for such funds is competitive and our ability to obtain funds at competitive rates will depend on various factors. If we are unable to access funds at an effective cost that is comparable to or lower than our competitors, we may not be able to offer competitive interest rates for our loans. Our ability to raise funds on acceptable terms and at competitive rates continues to depend on various

factors, including the regulatory environment and policy initiatives in India, liquidity in the market, developments in international markets affecting the Indian economy, investors' and/or lenders' perception of demand for debt and equity securities of NBFCs, and our current and future results of operations and financial condition. If we are unable to obtain adequate financing or financing on terms satisfactory to us or refinancing and in a timely manner, our ability to grow or support our business and to respond to business challenges could be limited and our business prospects, results of operations, cash flows and financial condition would be materially and adversely affected.

18. ***Any downgrade in our credit ratings could increase interest rates for refinancing our outstanding borrowings, which would increase our financing costs, and adversely affect our future issuances of debt and our ability to borrow on a competitive basis, which could adversely affect our business, financial condition, results of operations and cash flows.***

As on the date of this Draft Prospectus, various rating agencies had rated the Issuer's long-term credit ratings as: "Crisil A+/ Stable (pronounced as "Crisil A plus rating" with stable outlook)", "Acuité A+/Stable (read as ACUITE A plus rating watch with stable outlook)", "BWR A+/Stable (BWR A Plus; Outlook: Stable)", "CARE A/ Stable (CARE A with stable outlook)"; "ICRA A+ (Stable)" and our short term credit ratings as Crisil A1+, IVR A1+ and ACUITE A1+. The long-term and short-term rating or outlook of the Issuer and our Group subsidiaries have been downgraded in the recent past by some rating agencies.

The NCDs proposed to be issued under the Issue have been rated "Crisil A+/ Stable" (pronounced as Crisil A Plus with Stable Outlook) for an amount of ₹ 12,000 million by Crisil vide their rating letter dated May 13, 2026, with rating rationale dated January 9, 2026. Securities with this rating are considered to have adequate degree of safety regarding timely servicing of financial obligations. Such securities carry low credit risk. The rating given by the Credit Rating Agency is valid as on the date of this Draft Prospectus and shall remain valid until the rating is revised or withdrawn. The rating is not a recommendation to buy, sell or hold securities and investors should take their own decision. The rating may be subject to revision or withdrawal at any time by the assigning rating agency and each rating should be evaluated independently of any other rating. The rating agency has a right to suspend or withdraw the rating at any time on the basis of factors such as new information. These rating is not a recommendation to buy, sell or hold securities and Investors should take their own decisions. Please refer to Annexure A of this Draft Prospectus for the rating letter, rationale and/or press release of the above ratings. There are no unaccepted ratings and any other ratings other than as specified in this Draft Prospectus.

Ratings reflect a rating agency's opinion of our financial strength, operating performance, strategic position and ability to meet our obligations. As a diversified set of businesses, many of whom are dependent upon our ability to access capital, our liquidity and ongoing profitability are primarily dependent upon our timely access to, and the costs associated with raising capital. Our business is significantly dependent on funding from the debt capital markets and commercial borrowings. The demand for such funds is competitive and our ability to obtain funds at competitive rates will depend on various factors, including our ability to maintain positive credit ratings. Any downgrade of our credit ratings would increase borrowing costs and constrain our access to capital and debt markets. A reduction or withdrawal of the ratings may also adversely affect the market price and liquidity of the non-convertible debentures and our ability to access the debt capital markets. This would negatively affect our net interest margin and our business. Any downgrade of our credit ratings could also increase the possibility of additional terms and conditions being imposed upon future financing or refinancing arrangements. Any downgrade of our credit ratings could also accelerate the repayment of certain of our borrowings in accordance with the applicable covenants of our borrowing arrangements. Any such adverse development could adversely affect our business, results of operations, cash flows and financial condition.

We also face certain restrictions on our ability to raise money from international markets, which may further constrain our ability to raise funds at attractive rates. While our borrowing costs have been competitive in the past due to our ability to raise debt products, credit rating and our asset portfolio, we may not be able to offer competitive interest rates for loans to our customers if we are unable to access funds at an effective cost that is comparable to or lower than our competitors. This may adversely impact our business and results of operations.

19. We have diversified into our insurance business but we may not be able to scale up and grow this business

Edelweiss Life Insurance Company Limited ("**Edelweiss Life / ELI**") incurred a profit/(loss) after tax after minority interest flowing through our consolidated profit & loss account was ₹ (347.87 million), (₹ 981.43) and (₹ 1175.72 million) for the financial years ended March 31, 2026, March 31, 2025 and March 31, 2024, respectively.

While Edelweiss Life will be required to increase its capital requirements as it increases the scale of our life insurance business, which will require further increase in Edelweiss Life's capital base and may increase the loss after tax in our insurance business.

Further, Zuno General Insurance Limited ("**ZGIL**"), a wholly owned subsidiary of the Issuer, is an IRDAI registered general insurance company. ZGIL's profit /(loss) after tax was ₹ 1163.73 million, (₹ 479.94 million) and (₹ 1,228.19 million), for the financial years ended March 31, 2026, March 31, 2025 and March 31, 2024 respectively. Like our life insurance business, our general insurance business is also a long gestation period business.

Our growth also depends on our ability to develop new products and product add-ons/extensions, expanding in target markets and consumer segments with the perspective of growing market share and profitability. There may be scenarios wherein the newly launched products may not generate anticipated returns from the market or may have negative impact on the returns and may have to be withdrawn. Business models may not succeed in the market and technological and other costs incurred towards automating and developing new customer-friendly interfaces may not yield desired results.

In addition, our insurance businesses are exposed to changes in tax laws, particularly changes in the applicable Goods and Services Tax ("**GST**") rates. On September 3, 2025, the GST rate on individual life and health insurance products was exempted from the previous rate of 18% (eighteen per cent). While this change may improve product affordability and support long-term growth, it also raises risks relating to the treatment of input tax credits. Insurers may not be able to claim input tax credits on related expenses, which could increase net costs, affect the recognition and recoverability of GST-related assets recorded on our balance sheet, and result in write-downs or timing mismatches. Future revisions in GST rates, exemptions or input credit mechanisms could create similar risks, adversely affecting the financial position, profitability and cash flows of our insurance businesses. Frequent regulatory or tax changes, including those relating to GST may also require product repricing, and redesign leading to higher compliance costs and diversion of management resources. With respect to Edelweiss Life, the recent GST exemption on individual life insurance policies under Notification No. 16/2025 Central Tax (Rate), effective 22 September 2025, led to a reassessment of accumulated Input Tax Credit. Accordingly, Edelweiss Life has created a prudential provision. This provision does not affect the validity or the right to utilise the accumulated credits. For further information, please refer to the section titled "Financial Information" on page 239. While we believe that in the long-term our diversification into the insurance business will provide a stable growth platform, there can be no assurance that we will succeed in building scale in this business or that our insurance business will ever achieve a profit after tax, and our failure to do so could have a material adverse effect on our business, results of operations, cash flows and financial condition.

20. ***Our Promoters and certain of our Directors may be involved in ventures which are engaged in the same line of activity or business as that of our Company and this may result in conflicts of interest with us. Our Directors, Key Managerial Personnel and Senior Management may have interests in our Company in addition to their remuneration and reimbursement of expenses. Further, certain Subsidiaries operate in a similar line of business, which may lead to competition with these entities and could potentially result in a loss of business opportunity for our Company.***

Certain of our Promoters, our Directors, our Key Managerial Personnel or our Subsidiaries may be involved in ventures, which are engaged in the same line of activity or business as that of our Company, and may be interested to the extent of any transaction entered into by our Company with any other company, firm or entity in which they are interested, including as a director, shareholder, or promoter. We cannot assure you that our Promoters, our Directors, our Key Managerial Personnel or our Subsidiaries will not provide competitive services or otherwise compete in business lines in which we are already present or will enter into in the future. This may give rise to conflicts of interest, which may adversely affect our business, financial condition and results of operations. Further, certain of our Promoters and Subsidiaries are engaged in a business similar to that of our Company. We shall adopt necessary procedures and practices as permitted by law to address any situations that may lead to conflict, as and when they may arise.

21. ***Any significant variation from the various assumptions and estimates used in the pricing of, and maintaining reserves for, our insurance products, could have a material adverse effect on our business, results of operations, cash flows and financial condition.***

We price our life insurance products based on various assumptions and estimates relating to, among other factors, benefits, claim patterns, mortality rates and persistency ratios etc. General insurance covers multiple product categories and the key risks relate to parametric risks wherein we price our insurance products based on various assumptions and estimates relating to, among other factors, benefits, claim frequency and claim severity, etc.

We determine liabilities that provide for future obligations relating to our products, and our earnings from our insurance business are dependent on the extent to which actual benefits, claims and persistency ratios are consistent with the assumptions and estimates we have used in the pricing of our insurance products and the determination of the appropriate amount of policy reserves. Due to the nature of the underlying risks and the high degree of uncertainty associated with the determination of liabilities relating to unpaid insurance policy claims, we cannot determine in any precise manner the amount that will ultimately be required to settle such liabilities. The pricing of our insurance products, and the estimation of reserves, involves various assumptions and estimates based on our management's assessment of the information available, historical data, probable forecast of future events that could affect our policyholders or the insurance industry in general, as well as anticipated estimates of a future claims' severity and frequency, loss trends in claim frequency and severity experienced by us, our loss history and loss history in the Indian insurance industry and information regarding claims. These assumptions and estimates are also affected by other factors beyond our control, such as regulatory development or judicial determination relating to insurance claims and damages, any change in the political environment or general macroeconomic trends affecting the Indian economy, including inflation. We also organise policyholder information in our modelling exercise, which could be inaccurate or incomplete.

We typically make certain assumptions relating to future persistency of policyholders, and on the basis of such assumptions and past experience, we can generally anticipate the overall level of policy surrenders, withdrawals, discontinuance and lapses in a given period. In addition, the modelling methodologies we use may not be either accurate or optimal and are also likely to be more complex and less accurate as we increase the number and complexity of the insurance products we offer. Since the prices we set for our insurance

products and the expected profitability on such products is based in part upon expected patterns of premiums and assumptions related to persistency, if the actual persistency of our customers varies significantly from our persistency assumptions, it could have a material adverse impact on our insurance business and its results of operations. The incidence of unusual events with significant or lasting impact, such as sharp declines in income of customers resulting from adverse macroeconomic conditions, radical changes in the applicable regulatory framework or government policies impacting the economy in general or the insurance industry in particular, loss of customer confidence in the insurance industry due to actual or perceived weakening of the financial strength of one or more insurance companies, or increased volatility in the capital markets, could also result in unanticipated high levels of surrenders, withdrawals, discontinuance and lapses of insurance policies, thereby adversely affecting our persistency rates.

Based on our risk assessment, if we under-price our insurance products, our results of operations could be adversely affected, while if we overprice our insurance products, our sales of insurance products may be materially and adversely affected. In addition, various assumptions related to future investment returns are used in pricing our insurance products and setting of reserves for this business. Actual investment returns that are lower than those projected could result in significant losses on particular insurance products, thereby causing us to increase the price of our products, thereby adversely affecting future sales of insurance policies. If we are unable to accurately price our insurance products, it may adversely affect our results of operations and financial condition.

We maintain reserves to cover amounts we estimate will be required to settle insured losses as well as for any expenses incurred to settle claims. However, our reserves do not, and will not in the future, represent any precise calculation of liability, but rather are estimates of the anticipated net future policy benefits and claims payments, and are consequently inherently uncertain. An estimation of the loss and loss expense reserves is an arduous and complex process that involves a number of variables and is subject to the subjective assumptions, estimates and judgment of Senior Management of insurance business. Consequently, in the event that our claim payments vary significantly from the assumptions used in the pricing of, or maintaining reserves for, our insurance products, it could have a material adverse effect on our insurance business and our results of operations, cash flows and financial condition.

22. The actuarial valuation of liabilities for our life insurance policies with outstanding liabilities is not required to be audited under applicable regulations, and any inaccurate actuarial valuation may have an adverse effect on our results of operations, cash flows and financial condition.

The actuarial valuation of liabilities for our life insurance policies with outstanding liabilities are performed by an appointed actuary and presented in our financial statements. Under Indian regulations, the appointed actuary of a life insurance company is required to certify such actuarial valuation of liabilities for our policies with outstanding liabilities and confirm that the assumptions taken into account for purposes of such valuation comply with relevant regulations and guidelines stipulated by the IRDAI and the Institute of Actuaries of India in concurrence with the IRDAI and in accordance with the accounting standards, Ind AS 104 "Insurance Contracts" and Ind AS 109 "Financial Instruments", which are prescribed by Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2015 as amended from time to time. Additionally, the valuation methodologies, including assumptions, are verified as a part of peer review process as prescribed under Actuarial Practice Standards-4 issued by the Institute of Actuaries of India. Edelweiss Life's statutory auditors rely on the certificate provided by the appointed actuary of such companies on such actuarial valuation and such valuation is not subjected to an independent audit by Edelweiss Life's statutory auditors. The process of actuarial valuation of liabilities for policies with outstanding liabilities in India may vary from that followed by life insurance companies and insurance regulatory authorities in other jurisdictions, and therefore may not be comparable. In the event the underlying assumptions or actuarial modelling used in the determination of the actuarial valuation of our liabilities are

inaccurate, or if the absence of an audit or similar process independently evaluating the actuarial liabilities results in an error in the calculation of such actuarial valuation, it could have an adverse effect on our results of operations, cash flows and financial condition. While there have been no materially incorrect actuarial valuations for our policies with outstanding liabilities in the recent past, we cannot assure you that there will be no instances of incorrect actuarial valuations in the future.

23. We are exposed to fluctuations in the market values of our investment and other asset portfolio.

Financial market turmoil can adversely affect economic activity globally, including India. Deterioration in the credit and capital markets may result in volatility of our investment earnings and impairments to our investment and asset portfolio, including the assets in our balance sheet management unit, which are maintained as a part of our liquidity management. Further, the value of our investments depends on several factors beyond our control, including the domestic and international economic and political scenario, inflationary expectations, unforeseen tail events like the COVID-19 pandemic and the RBI's monetary policies. Any decline in the value of the investments could negatively impact our financial condition.

24. Impact of geopolitical tensions, energy market disruptions and related financial implications on our business and the Indian economy

Our business and results of operations may be adversely affected by the prevailing and evolving geopolitical tensions including the imposition or escalation of economic sanctions, military posturing, disruptions to maritime trade routes and broader instability in the Middle East region. The situation remains fluid and may be subject to further escalation, de-escalation or shifts in the foreign policy positions of either nation, the outcomes of which are inherently uncertain and beyond our control.

The Middle East is a critical region for global energy supply, and any escalation in the U.S.–Iran conflict, including threats to key maritime chokepoints such as the Strait of Hormuz, could severely disrupt the supply and pricing of crude oil and natural gas. India is significantly dependent on imported crude oil and natural gas to meet its domestic energy requirements, and any sustained increase in global energy prices or disruption in supply chains could have a cascading effect on inflation, fiscal balances and the overall macroeconomic environment in India. Elevated energy costs may also lead to higher input costs for Indian industries, increased transportation and logistics expenses and a deterioration in the current account deficit, which in turn could exert downward pressure on the Indian rupee and contribute to tighter monetary conditions.

Such macroeconomic stress, if prolonged, could impair the repayment capacity of our borrowers, particularly those operating in energy-intensive sectors such as manufacturing, transportation, infrastructure and small and medium enterprises, resulting in increased delinquencies, higher provisioning requirements and deterioration in asset quality across our lending portfolios. Additionally, heightened geopolitical uncertainty may adversely impact investor confidence, trigger volatility in domestic and global capital markets, restrict foreign portfolio and direct investment inflows into India and reduce the availability of external commercial borrowings and other cross-border financing avenues.

There can be no assurance that the geopolitical situation will not deteriorate further, or that the consequential disruptions to global energy markets, international trade, capital flows and macroeconomic conditions in India will not materially and adversely affect our financial services, insurance, asset management, alternatives and asset reconstruction businesses, and by extension, our ability to service our obligations under the NCDs being issued hereunder.

25. We may face asset-liability mismatches, which could affect our liquidity and consequently may adversely affect our operations and profitability.

Asset-liability mismatch represents a situation when financial terms of an institution's assets and liabilities do not match and is a key financial parameter indicative of an NBFC's performance. A significant portion of our funding requirements is met through short-term and medium-term funding sources such as bank loans, working capital demand loans, cash credit, short term loans and commercial paper and non-convertible debentures. However, a significant portion of our assets (such as loans to our customers) have maturities with longer tenor than our borrowings. We may face potential liquidity risks due to varying periods over which our assets and liabilities mature. Moreover, raising long-term borrowings in India has historically been challenging. If we are unable to obtain additional credit facilities or renew our existing credit facilities in a timely and cost-effective manner to meet our maturing liabilities, or at all, this may lead to gaps and mismatches between our assets and liabilities, which in turn may adversely affect our liquidity position, and in turn, our operations and financial performance.

26. A decline in our capital to risk assets and solvency ratio could restrict our future business growth.

Our credit business conducted under our NBFC and HFC licenses is subject to the capital to risk assets ratio requirements prescribed by the RBI.

Our NBFC subsidiaries are subject to regulations relating to the capital adequacy of NBFCs, which determine the minimum amount of capital that must be held as a percentage of the risk-weighted assets on the portfolio, or CRAR. Under the RBI SBR Framework Master Directions, NBFCs-BLML are required to have a regulatory minimum CRAR of 15%, with a minimum Tier 1 capital of 10%. Our CRAR for ECL Finance Limited, which is the key NBFC in our Group – calculated on the basis of the RBI norms applicable to NBFCs – was 29.86 %, 32.62%, and 40.68% as at March 31, 2026, March 31, 2025, and March 31 2024 respectively, while its Tier 1 Capital was 29.83%, 23.28%, and 20.34% as at March 31, 2026 , March 31, 2025, and March 31, 2024 respectively.

In respect of Nido Home Finance Limited, our HFC subsidiary, the Reserve Bank of India (Housing Finance Companies) Directions, 2025, as amended, modified, supplemented, from time to time **("NHB Directions")** inter alia require HFCs to comply with a specified capital (consisting of Tier I and Tier II capital) to aggregate risk (weighted) assets and risk adjusted value of off- balance sheet items ratio, or capital adequacy ratio **("CRAR").** In terms of the NHB Directions, HFCs are required to maintain a CRAR of at least 15%. The CRAR of Nido Home Finance Limited as at March 31, 2026, March 31, 2025, and March 31, 2024 was 28.80 %, 33.60% and 39.05%, respectively.

As we have an insurance business, IRDAI requires us to maintain a minimum solvency ratio of 150%. Edelweiss Life's solvency ratio – calculated on the basis of IRDAI norms applicable to insurance companies – was 176 %, 181%, and 179% as at, March 31, 2026, March 31, 2025, and March 31, 2024, respectively. Meanwhile, ZGIL's solvency ratio – calculated on the basis of IRDAI norms applicable to insurance companies – was 156.93 %, 158.10% and 172.35%, as at March 31, 2026, March 31, 2025 and March 31, 2024 respectively.

If we continue to grow our loan portfolio and asset base, we will be required to raise additional Tier I and Tier II capital in order to continue to meet the applicable CRARs with respect to our businesses. There can be no assurance that we will be able to raise adequate additional Tier I and Tier II capital in the future on terms favourable to us, in a timely manner, or at all and this may adversely affect the growth of our business. There can be no assurance that we will be able to raise adequate additional capital in the future in these subsidiaries on terms favourable to us, in a timely manner, or at all and this may adversely affect the growth

of our business.

The solvency ratio of ELI and ZGIL may be affected by various factors, including the amount of capital available to it, the mix of insurance products sold by it, its business growth as well as its profitability. In the event ELI and/or ZGIL is unable to comply with the prescribed Solvency Ratio requirements due to inadequacy of share capital and profit to support business growth, statutory solvency requirements being increased, or the decline of its financial condition or due to any other factor, it will be required to raise additional capital to meet the applicable Solvency Ratio requirements. In addition, the IRDAI may increase the control level of solvency or modify the existing regulatory framework in the future. Any such development, including the implementation of the risk-based solvency framework, may require it to raise additional capital to meet any modified regulatory requirements. Its ability to raise additional capital from external sources in the future is subject to a variety of uncertainties, including but not limited to, its future financial condition, results of operations, cash flows, regulatory approvals, changes in regulations relating to capital raising activities by insurance companies, its credit rating, general market conditions for capital raising activities, and other economic and political conditions in India and globally. It may not be able to raise additional capital in a timely manner or on acceptable terms or at all and this may adversely affect the growth of our business.

27. Regulatory revisions governing the sale of distressed assets by banks and financial institutions could adversely affect the growth of our asset reconstruction business.

Asset reconstruction business typically involves resolution of distressed assets sold by banks or financial institutions. The RBI guidelines and directions prescribe *inter alia* certain compliances in relation to the issuance of security receipts and presently require an asset reconstruction company to invest a minimum of 15% of the transferor's investment in the security receipts ("**SRs**") or 2.5% of the total SRs issued, whichever is higher, in each asset class under each scheme on an ongoing basis till the redemption of all the SRs under each scheme. SRs issued by ARCs are valued at a net asset value based on recovery rating range assigned by an independent credit rating agency.

The RBI guidelines provide that if an investment by a bank in SRs backed by stressed assets sold by it under an asset securitisation, is more than 10% of SRs backed by its sold assets and issued under that organisation, then the bank is required to create provisions on the SRs as per extant asset classification and provisioning norms for the higher of the provisioning rate required in terms of net asset value declared by the securitizing company(ies) and the provisioning rate as applicable to the underlying loans, assuming that the loans notionally continued in the books of the bank. As a result of these guidelines, banks and financial institutions may sell lesser distressed assets in the coming years, which in turn could reduce the growth in the size of our credit book for distressed assets and thereby adversely impact the growth and profitability of our asset reconstruction business. The RBI could also increase the provisioning requirements for Edelweiss Asset Reconstruction Company Limited ("**EARC**"). Any of these revisions in the regulations governing the sale of distressed assets would have a material adverse effect on our asset reconstruction business and our results of operations, cash flows and financial condition. Any adverse revisions in the regulations governing the sale of distressed assets would have a material adverse effect on our asset reconstruction business and our results of operations, cash flows and financial condition. Further, the RBI prohibits ARCs from acquiring financial assets on a bilateral basis from a bank or financial institution, which is either a lender to the ARC or a sponsor to the fund, if any, raised by the ARC for its operations. These and other regulations may also limit the opportunities of growth for our asset reconstruction business.

In addition, our asset reconstruction business is also dependent upon the process of resolution and recovery of stressed assets. Any delay or regulatory change in the resolution and the recovery mechanism has the ability to adversely affect recoveries from the stressed assets and the growth of our asset reconstruction business.

Our asset reconstruction business is also dependent upon the process of resolution and recovery of stressed assets. Any delay or regulatory change in the resolution and the recovery mechanism has the ability to adversely affect the returns on this business.

28. Our indebtedness and the conditions and restrictions imposed by our financing arrangements and any default in compliance with the material covenants could restrict our ability to conduct our business and operations in the manner we desire.

As on March 31, 2026, our Total Borrowings on a consolidated basis was ₹ 1,85,042.75 million and on standalone basis was ₹ 39,848.72 million. We have in the past incurred significant indebtedness and will continue to incur additional indebtedness in the future. Certain of our financing agreements also include certain conditions and covenants that require us to maintain certain financial ratios and obtain consents from lenders prior to carrying out certain activities and entering into certain transactions. Failure to meet these conditions or to obtain these consents could have significant adverse consequences on our business and operations. Under certain of our financing agreements, for example, we are required, but may be unable to obtain lender consents for, among others, the following matters:

- to effect any change in control in our group;
- permit any transfer of the controlling interest or make any drastic change in the management set-up;
- to effect any change in the capital structure;
- to undertake or permit any merger, amalgamation or compromise with our shareholders, creditors or effect any scheme of amalgamation or reconstruction
- implement a new scheme of expansion or take up an allied line of business or manufacture;
- permit any transfer of the controlling interest or make any drastic change in the management set-up; and
- to amend the constituent documents of certain companies in our group.

Under certain of our financing agreements, the debenture trustee on behalf of the debenture holder may enforce our security, charge additional interest or accelerate the redemption of our debentures if we fail to fulfil the covenants as in the financing agreements. There can be no assurance that we will be able to fulfil these covenants in the future, in a timely manner, or at all and this may adversely affect the growth of our business.

Additionally, the Issuer in certain instances, has provided corporate guarantees assuring repayment of certain loan facilities availed by certain companies in our Group. If any such company or any other guarantor under the loan facilities commits a default or fails to meet their obligations under the facility agreements, the lender may enforce its rights against the Issuer (in addition to any rights it may have against the defaulting company in our Group). If any lender seeks the accelerated repayment of any such loan or is successful in enforcing any other rights against us, including enforcing the corporate guarantees, there could be a material adverse effect on our business, results of operations, cash flows and financial condition.

29. ***If the investments made by the funds we advise or manage perform poorly we will suffer a decline in our revenue and earnings, we may be obligated to repay certain incentive fees we have previously received to the third party investors in such funds, and our ability to raise capital for future funds may be adversely affected.***

Our revenue from our business is derived from fees earned for our advice to the funds, which is calculated as a percentage of the capital committed to/drawn-down from these funds, incentive fees, or carried interest, which is earned when certain financial returns are achieved over the life of a fund, gains or losses on investments of our own capital in the funds and monitoring, and transaction fees. In the event that such investments perform poorly, our revenues and earnings may suffer a corresponding decline and make it more difficult for us to raise new funds in the future. To the extent that, over the life of the funds, we have received an amount of carried interest that exceeds a specified percentage of distributions made to the third-party investors in these funds, we may be obligated to repay the amount of this excess to the third party investors.

30. ***We face the threat of fraud and cyber-attacks, such as hacking, phishing, trojans and other threats, attempting to exploit our network to disrupt services to customers and/or theft of sensitive internal company data or customer information. This may cause damage to our reputation and adversely impact our business and financial results.***

Our systemic and operational controls may not be adequate to prevent adverse impact from cyber fraud, errors, hacking and system failures in future. Further, our mobile and internet-based customer applications and interfaces may be open to being hacked or compromised by third parties, resulting in thefts and losses to our customers and us. Some of these cyber threats from third parties include: (a) phishing and trojans – targeting our customers, wherein fraudsters send unsolicited mails to our customers seeking account sensitive information or to infect customer machines to search and attempt ex-filtration of account sensitive information; (b) hacking – where attackers seek to hack into our website with the primary intention of causing reputational damage to us by disrupting services; (c) data theft – where cyber criminals may attempt to intrude into our network with the intention of stealing our data or information; and (d) advanced persistency threat – network attack in which an unauthorised person gains access to our network and remains undetected for a long period of time. The intention of this attack is to steal our data or information rather than to cause damage to our network or organisation. Attempted cyber threats fluctuate in frequency and are generally increasing in frequency. If we suffer from any of such cyber threats, it could materially and adversely affect our business, results of operations, cash flows and financial condition.

A significant system breakdown or system failure caused due to intentional or unintentional acts would have an adverse impact on our revenue-generating activities and lead to financial loss. It may also impact our customers' loyalty and satisfaction.

Although we have established a geographically remote disaster recovery site to support critical applications, it is possible the disaster recovery site may also fail or it may take considerable time to make the system fully operational and achieve complete business resumption using the alternate site. Therefore, in such a scenario, where the primary site is completely unavailable, there may be significant disruption to our operations, which would materially adversely affect our reputation and financial condition.

There is also the risk of our customers blaming us and terminating their accounts with us for a cyber-incident that might have occurred on their own system or with that of an unrelated third party. Any cyber-security breach could also subject us to additional regulatory scrutiny and expose us to civil litigation and related financial liability.

Some of our businesses use cloud environments for various applications, we store and transmit large amounts

of sensitive, confidential, personal and proprietary information over public communications networks. The shared, on-demand nature of cloud computing introduces the possibility of new security breaches, in addition to the threats faced by traditional corporate networks. Due to the vast amount of data stored on cloud servers, cloud providers have become an attractive target for cyber-attacks. Though cloud providers deploy the required security controls to protect their cloud environments, if they fail in protecting our confidential information, it may have a material adverse effect on our business, results of operations, cash flows, financial condition, reputation and prospects.

31. Failure to maintain confidential information securely or significant security breaches could adversely impact our business, financial condition, cash flows, results of operations and prospects.

In the course of our business operations, we are involved in the acquisition and secure processing, transmission and storage of sensitive, confidential and proprietary information, including our investment banking, trading, clearing and settlement, and research businesses. While we believe we have adequate systems in place, we are exposed to significant risks related to data protection and data security due to, among others, our brokerage platform involving extensive data transmission and processing, our outsourcing of certain business operations, our reliance on licensed technologies and outsourced employees for some of the key components of our information technology systems and their maintenance. We seek to protect our computer systems and network infrastructure from physical break-ins as well as security breaches and other disruptive problems. Further, computer break-ins and power disruptions could affect the security of information stored in and transmitted through these computer systems and network infrastructure.

Information security breaches could result in the unauthorized release, gathering, monitoring, misuse, loss or destruction of our or our customers'/clients' confidential, proprietary and other information, identity theft or disruptions of and errors within our systems. We employ security systems, including sophisticated threat management systems and password encryption, designed to minimize the risk of security breaches. Although we intend to continue to implement security technology and establish operational procedures to prevent break-ins, damage and failures, there can be no assurance that these security measures will be adequate or successful. Failed security measures could have a material adverse effect on our business, our future financial performance and the trading price of the Equity Shares and NCDs. We may need to expend significant resources to protect against security breaches, intrusions, attacks or other threats or to address problems including reputational harm and litigation, caused by breaches. Although we take measures to safeguard against systems related and other fraud, there may be certain situations that fraud may occur. Our reputation could be adversely affected by significant fraud committed by employees, customers or outsiders.

Further, data collection and storage are increasingly subject to various legislation and regulations and our attempts to comply with applicable legal and statutory requirements may not be successful, and may also lead to increased costs for compliance, which may materially and adversely affect our business, financial condition, cash flows, results of operations and prospects.

32. We may experience difficulties in expanding our business, organically and inorganically, into new regions and markets in India and overseas.

We continue to evaluate attractive growth opportunities to expand our business into new regions and markets in India as well as overseas. These opportunities can take various forms, including acquisitions, mergers, joint ventures and strategic investments.

There can be no assurance that we will be able to identify suitable acquisition targets or strategic investment at acceptable cost and on commercially reasonable terms, obtain the finance, if required, to complete and support such acquisitions or investments, integrate such businesses or investments or that any business

acquired or investment made will be profitable. The return of capital deployed on such acquisitions will depend on the price of the acquisitions and speed of integration of acquired business employees and assets. Any future acquisitions may result in integration issues and employee retention problems; we face numerous risks and uncertainties combining, transferring, separating or integrating the relevant businesses and systems, including the need to combine or separate accounting and data processing systems and management controls and to integrate relationships with clients, trading counterparties and business partners. We may not be able to realise the benefits we might anticipate from any such acquisitions.

Factors such as competition, culture, regulatory regimes, business practices and customs and customer requirements in these new markets may differ from those in our current markets and our experience in our current markets may not be applicable to these new markets. In addition, as we enter new markets and geographical regions, we are likely to compete with other banks and financial institutions that already have a presence in those jurisdictions and markets. As these banks and financial institutions are more familiar with local regulations, business practices and customs, they may have developed stronger relationships with customers. Our business expansion may be exposed to various additional challenges, including obtaining the necessary governmental approvals, identifying and collaborating with local business and partners with whom we may have no previous working relationship, successfully gauging market conditions in the local markets in which we have no previous familiarity, attracting potential customers in a market in which we do not have significant experience or visibility, being susceptible to local laws, including taxation in additional geographical areas in India and overseas adapting our marketing strategy and operations to the different regions of India in which different languages are spoken. Expansion in new markets could also lead to a change in existing risk exposures, and the data and models we use to manage such exposures may not be as sophisticated or effective as those we use in existing markets or with existing products. This, in turn, could lead to losses in excess of our expectations. If we are unable to expand our current operations it may adversely affect our business prospects, results of operations, cash flows and financial condition.

33. We introduce new products for our customers and there is no assurance that our new products will be profitable in the future.

We introduce new products and services in our existing lines of businesses. We may incur costs to expand our range of products and services and cannot guarantee that such new products and services will be successful once offered, whether due to factors within or outside of our control, such as general economic conditions, a failure to understand customer demand and market requirements or a failure to understand the regulatory and statutory requirements for such products or lack of management focus on these new products. If we fail to develop and launch these products and services successfully, we may lose a part or all of the costs incurred in development and promotion or discontinue these products and services entirely, which could in turn adversely affect our business and results of operations.

34. Our Group's ability to borrow from various banks may be restricted on account of guidelines issued by the RBI imposing restrictions on banks in relation to their exposure to NBFCs which could have an impact on our business and could affect our growth, margins and business operations.

The RBI by way of the Reserve Bank of India (Commercial Banks – Concentration Risk Management) Directions, 2025, bearing reference number RBI/DOR/2025-26/158DOR.CRE.REC.77/07-03-001/2025-26 dated November 28, 2025 (**"Exposure Directions"**) as amended from time to time, has amended and consolidated the regulatory framework governing banks' exposure to NBFCs and address concerns arising from divergent regulatory requirements for banks and NBFCs. The Exposure Directions restricts bank's exposures to a single NBFC to 20% of their eligible capital base and to a group of connected NBFCs or group of connected counterparties having NBFCs in the group to 25% of their Tier I Capital.

These circulars could affect our business and any similar notifications released by the RBI in the future, which has a similar impact on our business could affect our growth, margins and business operations.

35. If we are unable to obtain, renew or maintain the statutory and regulatory permits and approvals required to operate our existing or future businesses it may have a material adverse effect on our business, results of operations, cash flows and financial condition.

The Issuer and our subsidiaries in India are subject to regulations and supervision by the RBI, NHB, SEBI, IRDAI and other regulators. In addition to the numerous conditions required for the registration with each of these regulatory bodies, we are also required to comply with certain other regulatory requirements for our business imposed by the regulators. There could be circumstances where we or our subsidiaries may be required to renew applicable permits and approvals and obtain new permits and approvals for our current and any proposed operations, or in the event of a change in applicable law and regulations. There can be no assurance that the concerned regulators or other relevant authorities will issue any such permits or approvals in the timeframe anticipated by us, or at all. Our failure to renew, maintain or obtain the required permits or approvals may result in an interruption of our operations and may have a material adverse effect on our business, results of operations, cash flows and financial condition.

In addition, our branches are required to be registered under local laws and regulations of the states in which they are located. These local laws and regulations regulate various employment conditions, including working hours, holidays and leave and overtime compensation. If we fail to obtain or retain any of these approvals or licenses, or renewals thereof, in a timely manner, or at all, our branch businesses may be adversely affected. If we fail to comply, or a regulator claims we have not complied, with any of these conditions, our certificate of registration for such branch may be suspended or cancelled and we shall not be able to carry on such activities. Furthermore, any failure to obtain relevant licenses or to comply with the terms of any licenses that we are currently required to maintain, could subject us to penalties and restrict our ability to conduct certain lines of business. Additionally, compliance with regulatory reporting requirements is crucial for our operations. Any delays or failures in submitting mandatory regulatory reports may result in fines, legal actions, and increased scrutiny from regulatory bodies, which could adversely impact our business reputation and financial stability.

36. The Issuer's ability to pay dividends in the future will depend upon future earnings, financial condition, cash flows, working capital requirements, capital expenditures and dividend income from subsidiaries, and regulatory restrictions on such subsidiaries.

The Issuer's ability to pay dividends in the future will depend upon a number of factors, including but not limited to its future earnings, financial condition, cash flows, working capital requirements, contractual obligations, applicable Indian legal restrictions, and capital expenditures. As the holding company for the Edelweiss group the Issuer has limited business operations of its own and is substantially dependent on dividend income from its subsidiaries for a significant portion of its revenues and cash flows. The Issuer also derives income from capital market business, management and advisory fees from its investment management and alternative asset management activities.

Regulatory, tax restrictions and other legal restrictions may limit our subsidiaries' ability to transfer funds freely to the Issuer. In particular, many of our subsidiaries, including our subsidiaries that are NBFCs or HFCs, are subject to laws, regulations and regulatory capital requirements, including RBI and NHB prudential regulations, that may limit the flow of funds from them to the Issuer, or that restrict or prohibit such transfers or dividends altogether in certain circumstances. These laws and regulations may hinder the Issuer's ability to access funds that the Issuer may need to make payments on its obligations or to pay dividends.

Further, in the event that if one or more of the subsidiary companies are unable to or do not declare dividends for whatsoever reasons including but not limited to any macroeconomic situation, regulatory constraints, capital adequacy requirements, adverse business performance , covenant restrictions under subsidiary-level financing arrangements or other factors generally affecting the industry in which such subsidiaries operate, the Issuer may have lesser, significantly lower or no revenues. In such a situation, the profits of the Issuer may be affected which would affect the Issuer's ability to pay interest. In addition, the Issuer's ability to pay dividends may be impacted by restrictive covenants under the loan or financing agreements the Issuer may enter into to finance the fund requirements for its business activities.

There can be no assurance that the Issuer will be able to pay its dividends in the future. The Issuer may decide to retain all of its earnings to finance the development and expansion of its business and, therefore, may not declare dividends on its Equity Shares. Additionally, in the future, the Issuer may be restricted by the terms of its financing agreements in making dividend payments unless otherwise agreed with its lenders. Dividends distributed by the Issuer may also attract taxes at rates applicable from time to time. The Issuer cannot assure it will be able to pay dividends in the future.

37. We may divest stakes in our businesses or demerge businesses as we seek to increase our capital position, to strengthen our balance sheet and find suitable strategic partners to grow our businesses, thereby reducing our stake in those businesses.

We have divested our stake in our asset management business in Edelweiss Asset Management Limited ("**EAML**") and Edelweiss Trusteeship Company Limited ("**ETCL**") to WestBridge Capital through its affiliates namely Setu AIF Trust, Konark Trust and MMPL Trust. Further, we continue to explore various fund-raising opportunities, including the option to raise capital from the strategic investor(s) and we may consider divesting certain or all of our existing investments and businesses. To this effect, subject to customary approvals and compliance with applicable law, our Board has approved a restructuring exercise involving the sale of investments by the Issuer (either in part or whole) in our Subsidiaries by transferring, hiving off, demerging, selling etc., whole or part of our asset management business, housing finance and insurance business to any strategic investor(s)/person, at an appropriate time, including by listing the equity shares of the holding company of the respective businesses or one or more of the identified subsidiaries.

Further, the Issuer, along with its wholly owned subsidiaries Edelweiss Rural & Corporate Services Limited ("**ERCSL**"), Edel Finance Company Limited ("**EFCL**") and Nido Home Finance Limited ("**Nido**"), has entered into definitive agreements (the "**Agreements**") with CA Sardo Investments (an affiliate of The Carlyle Group) ("**Sardo**") and Salisbury Investments Private Limited (an investment vehicle of Aditya Puri and his family) ("**Salisbury**"), Sardo and Salisbury are collectively referred to as the "**Buyers**") for the Buyers to invest approximately INR 2,100 crores to acquire a strategic majority stake in Nido. The Buyers will be acquiring a 45% stake in Nido from the Company, ERCSL and EFCL (collectively referred to as the "**Sellers**"), and will also be subscribing to equity shares and warrants of Nido. Upon completion of sale and allotment of equity shares and warrants by Nido as contemplated in the transaction, the Buyers will hold approximately 72.18% of the shareholding of Nido on a fully diluted basis. The transactions contemplated in the Agreements are subject to receipt of regulatory and other approvals, as may be necessary and fulfilment of the obligations/conditions prescribed in the Agreements.

Timing of outcomes and impact thereof of these initiatives cannot be predicted or assessed accurately at this juncture and the Issuer may have a lower stake in these businesses in the future.

38. The Insolvency and Bankruptcy Code, 2016 may affect our rights to recover loans from borrowers.

The Insolvency and Bankruptcy Code, 2016, as amended from time to time ("**Bankruptcy Code**") was

notified on August 5, 2016. The Bankruptcy Code offers a uniform and comprehensive insolvency legislation encompassing all companies, partnerships and individuals (other than financial firms). It allows creditors to assess the viability of a debtor as a business decision and agree upon a plan for its revival or a speedy liquidation. The Bankruptcy Code creates a new institutional framework, consisting of a regulator, insolvency professionals, information utilities and adjudicatory mechanisms, which will facilitate a formal and time-bound insolvency resolution and liquidation process.

In case insolvency proceedings are initiated against a debtor to the Issuer, we may not have complete control over the recovery of amounts due to us. Under the Bankruptcy Code, upon invocation of an insolvency resolution process, a committee of creditors is constituted by the interim resolution professional, wherein each financial creditor is given a voting share proportionate to the debts owed to it. Any decision of the committee of creditors on specified critical matters must be taken by a vote of not less than 66% of the voting share of all financial creditors unless otherwise specified otherwise in the Bankruptcy Code. Any resolution plan approved by committee of creditors is binding upon all creditors, even if they vote against it.

In case a liquidation process is opted for, the Bankruptcy Code provides for a fixed order of priority in which proceeds from the sale of the debtor's assets are to be distributed. Before sale proceeds are distributed to a secured creditor, they are to be distributed for the costs of the insolvency resolution and liquidation processes, debts owed to workmen. Moreover, other secured creditors may decide to opt out of the process, in which case they are permitted to realise their security interests in priority subject to subsisting *inter se* ranking of charges amongst the secured creditors.

Accordingly, if the provisions of the Bankruptcy Code are invoked against any of the borrowers of the Issuer, it may affect the Issuer's ability to recover the loans from the borrowers and enforcement of the Issuer's rights will be subject to the Bankruptcy Code.

Further, the Government of India vide notification dated March 24, 2020 ("**Notification**") has amended section 4 of the Bankruptcy Code due the lingering impact of the COVID-19 pandemic. Pursuant to the said Notification, Government of India has increased the minimum amount of default under the insolvency matters from ₹ 100,000 to ₹ 10,000,000. Therefore, the ability of the Issuer to initiate insolvency proceedings against the defaulters where the amount of default in an insolvency matter is less the ₹ 10,000,000 may impact the recovery of outstanding loans and profitability of the Issuer.

Therefore, the ability of the Issuer to initiate insolvency proceedings against the defaulters with respect to the defaults during the above mentioned periods may impact the recovery of outstanding loans and profitability of our Group.

39. Changes to laws and regulations across the multiple jurisdictions we operate in, may materially and adversely affect our business and financial performance.

Our business and financial performance could be materially adversely affected by changes in the laws, rules, regulations or directions applicable to us and our business, or the interpretations of such existing laws, rules and regulations, or the promulgation of new laws, rules and regulations, in India or in other jurisdictions we operate in.

The governmental and regulatory bodies in India and other jurisdictions where we operate may notify new regulations and/or policies, which may require us to obtain approvals and licenses from the government and other regulatory bodies, or impose onerous requirements and conditions on our operations, in addition to those, which we are undertaking currently. In particular, with effect from November 21, 2025, the implementation of the Code on Wages, 2019, the Industrial Relations Code, 2020, the Code on Social Security, 2020 and the Occupational Safety, Health and Working Conditions Code, 2020 (collectively, the

"**Labour Codes**"), which include changes relating to wages, social security, industrial relations and occupational safety, may result in increased compliance requirements, higher employee-related costs and operational adjustments. Pursuant thereto, the Group has reassessed its employee benefit obligations on a consolidated basis based on the revised definition of wages and expanded eligibility criteria. Accordingly, based on actuarial valuation and management estimates, the Company, on a consolidated basis, has recognised incremental expenses in accordance with Ind AS 19 – Employee Benefits, which have been disclosed as an exceptional item in the Audited Financial Statements for the financial year ended March 31, 2026. The Group continues to monitor developments relating to the implementation of the Labour Codes and will review its estimates and assumptions as further clarifications and rules are notified. For further details, please refer to Section titled "Financial Information" at page 239.

Any such changes and the related uncertainties with respect to the implementation of new laws and regulations may have a material adverse effect on our business, results of operations, cash flows and financial condition.

40. Certain Directors and Key Managerial Personnel hold Equity Shares in the Issuer and are therefore interested in the Issuer's performance in addition to their remuneration and reimbursement of expenses.

Some of our Directors and Key Managerial Personnel and their relatives are interested in the Issuer, in addition to regular remuneration or benefits and reimbursement of expenses, to the extent of their shareholding in the Issuer. Such Directors and Key Managerial Personnel may be able to exercise significant control over us, including being able to determine decisions requiring simple or special majority voting of shareholders, and our other shareholders may not be able to affect the outcome of such voting. Our Directors and Key Managerial Personnel may take or block actions with respect to our business which may conflict with the best interests of the Issuer or that of minority shareholders. For further details in relation to shareholding of the Directors in the Issuer, see "*Capital Structure*" on page 82.

41. Our revenues are dependent on our sustained ability to successfully manage transactions and advisory assignments and on managing client concentrations.

Our investment banking services are primarily provided to clients engaging us for specific projects such as equity capital markets, corporate finance, mergers and acquisitions advisory, and private equity syndication. Unlike long-term contracts, these engagements are not recurring in nature. Therefore, once our current projects are successfully completed or terminated, we must actively seek new engagements to sustain our business. It's important to note that high activity levels in one period do not necessarily guarantee continued high activity levels in subsequent periods.

The fees we earn from our financial advisory business are typically received upon the successful completion of a specific transaction or assignment. A decrease in the number of financial advisory engagements or a decline in the market for such services would negatively affect our business. Our financial advisory business operates in a highly competitive environment, where revenue sources are not typically based on long-term contracts. Each engagement that generates revenue requires separate solicitation, negotiation, and awarding. Moreover, many businesses do not regularly engage in transactions that necessitate our services. Consequently, the predictability of fee-paying engagements with clients is low, and a quarter with high financial advisory revenue does not guarantee sustained high revenue in the future. Additionally, we experience client attrition each year due to factors such as their choice to hire other financial advisors, their sale, merger, or restructuring, changes in Senior Management, and various other reasons.

These factors can significantly impact the volume, nature, and scope of our engagements, resulting in a material decline in our financial advisory revenue. There is no assurance that we will be able to attract large

new clients to mitigate any adverse effects on our business, financial performance, cash flows, and overall financial condition.

42. We derive a portion of our revenue from our investment banking and securities business and are subject to various risks associated with investment banking and securities business.

We offer investment banking services, including equity capital markets, corporate finance etc. However, our investment banking revenue is subject to macroeconomic conditions and capital markets environment, which results in significant income fluctuations across periods.

Engaging in investment banking entails risks, such as challenges in obtaining regulatory approvals or experiencing execution delays, which may lead to penalties and business setbacks. Securities offerings of listed companies undergo a review process by SEBI, beyond our control, potentially causing substantial delays or termination. There is no guarantee of prompt or future regulatory approvals, impacting our revenue as fees depend on transaction completion.

The accuracy of information provided by clients is crucial, as inaccurate data may trigger negative regulatory observations, damaging our reputation. Inadequate due diligence or failure to detect fraud or misconduct can result in sanctions, fines, legal liabilities, and litigation. Repercussions can arise from domestic and international regulatory actions related to securities sales.

Employees' access to sensitive data, including non-public information, poses risks of unauthorized dissemination or illicit trading, leading to fines, regulatory actions, damaged client relationships, and harm to our reputation. Inadequate valuation and pricing based on growth prospects, industry trends, and economic scenarios can negatively impact our reputation, client relationships, and business prospects.

Furthermore, adverse market conditions and capital markets volatility, including cyclicality, have previously caused delays or terminations of securities offerings, potentially resulting in fewer mandates and adversely affecting our investment banking revenue.

43. Our success depends upon our management team and key personnel and our ability to attract, train and retain such persons. If we are unable to attract and retain talented professionals or the loss of key management personnel may have an adverse impact on our business and future financial performance.

Our ability to sustain the rate of growth depends significantly on selecting and retaining key managerial personnel, developing managerial experience to address emerging challenges and ensuring a high standard of client service. We face a continuing challenge to recruit, adequately compensate and retain a sufficient number of suitably skilled personnel, knowledgeable in sectors in which we operate or to which we lend. There is significant competition in India for such personnel, which has increased in recent years as a significant number of banks, NBFCs, HFCs, asset management companies, asset reconstruction companies and insurance companies have recently commenced operations. We compete with other similar financial institutions to attract and retain this talent pool. Our success in attracting and retaining such resources depends upon factors such as remuneration paid, range of our product offerings, pre and post-sale support provided, our reputation, our perceived stability, our financial strength, and the strength of the relationships we maintain with our intermediaries, agents and other professionals. If we fail to attract or retain such key personnel, it could have a material adverse effect on our business, results of operations, cash flows, financial condition and prospects.

If we are unable to hire additional qualified personnel or to retain them, our ability to expand our business may be impaired. We will need to recruit new employees who will have to be trained and integrated within our operations. In addition, we will have to train existing employees to adhere to internal controls and risk

management procedures. Failure to train and motivate our employees properly may result in an increase in employee attrition rate, a requirement to hire additional employees, an erosion of the quality of customer service, a diversion in the management's resources, an increase in our exposure to high-risk credit and an increase in costs for us. Hiring and retaining qualified and skilled managers is critical to our future as our business model depends on our credit-appraisal and asset valuation mechanism, which are personnel-driven. Moreover, competition for experienced employees can be intense, and has intensified in the recent financial periods. While we have an incentive structure, if we are unable to attract and retain talented professionals or the loss of key management personnel it may have an adverse impact on our business and future financial performance.

44. A failure or inadequacy in our information technology and telecommunication systems or if we are unable to adapt to rapid technological changes it may adversely affect our business, results of operations, cash flows and financial condition.

Our ability to operate and remain competitive depends in part on our ability to maintain and upgrade our information technology systems and infrastructure on a timely and cost-effective basis, including our ability to process a large number of transactions on a daily basis. Our operations also rely on the secure processing, storage and transmission of confidential and other information in our computer systems and networks. Our financial, accounting or other data processing systems and management information systems or our corporate website may fail to operate adequately or become disabled as a result of events that may be beyond our control, including a disruption of electrical or communications services. Further, the information available to and received by our management through our existing systems may not be timely and sufficient to manage risks or to plan for and respond to changes in market conditions and other developments in our operations. If any of these systems are disabled or if there are other shortcomings or failures in our internal processes or systems, it may disrupt our business or impact our operational efficiencies and render us liable to regulatory intervention or damage to our reputation. The occurrence of any such events may adversely affect our business, results of operations, cash flows and financial condition.

We are dependent on various external vendors for the implementation of certain elements of our operations, including implementing information technology infrastructure and hardware, industry standard commercial off-the-shelf products, networking and back-up support for disaster recovery. We are, therefore, exposed to the risk that external vendors or service providers may be unable to fulfil their contractual obligations to it (or will be subject to the risk of fraud or operational errors by their respective employees) and the risk that their (or their vendors') business continuity and data security systems prove to be inadequate or fail to perform. Failure to perform any of these functions by our external vendors or service providers could materially and adversely affect our business, results of operations and cash flows. There are several risks associated with emerging technologies such as artificial intelligence. Artificial intelligence based models may make errors due to multiple reasons including biases in training data or design, etc. leading to unfair or inaccurate decisions. Furthermore, artificial intelligence based models' access to datasets may possibly lead to data privacy violations or regulatory noncompliance.

We update our information technology systems and introduce new information technology systems from time to time. However, delays, system failures or other accidents may occur during such system upgrades or introduction of new systems. In addition, the upgraded or new information technology systems may not be able to achieve the projected processing capacity and availability and may also not be able to meet the needs of our business scale and business growth in the future. Our failure to address these problems promptly, including any delay in the implementation of any upgraded or new information systems, could result in our inability to perform, or prolonged delays in performing critical business operational functions, the loss of key business data, which could have a material adverse effect on our business operations. This could in turn have a material adverse effect on our business, financial condition, results of operations, reputation and prospects.

In addition, the future success of our business will depend in part on our ability to respond to technological advances and to emerging financing industry standards and practices on a cost-effective and timely basis. The development and implementation of such technology entails significant technical and business risks. There can be no assurance that we will successfully implement new technologies effectively or adapt our technology and systems to meet customer requirements or emerging industry standards. If we are unable, for technical, legal, financial or other reasons, to adapt in a timely manner to changing market conditions, customer requirements or technological changes, our financial condition could be adversely affected. Any technical failures associated with our information technology systems or network infrastructure, including those caused by power failures and other unauthorised tampering, may cause interruptions or delays in our ability to provide services to our customers on a timely basis or at all, and may also result in added costs to address such system failures and/or security breaches, or for information retrieval and verification.

45. We are exposed to operational risks, including employee negligence, petty theft, burglary and embezzlement and fraud by employees, agents, customers or third parties, which could harm our results of operations, cash flows and financial condition.

We are exposed to many types of operational risks. Operational risks can result from a variety of factors, including failure to obtain proper internal authorisations, improperly documented transactions, failure of operational and information security procedures, computer systems, software or equipment, fraud, inadequate training and employee errors. We attempt to mitigate operational risk by maintaining a comprehensive system of internal controls, establishing systems and procedures to monitor transactions, maintaining key back-up procedures, undertaking regular contingency planning and providing employees with continuous training. We employ security systems, including firewalls and password encryption, designed to minimise the risk of security breaches. Although we intend to continue to implement security technology and establish operational procedures to prevent fraud, break-ins, damage and failures, there can be no assurance that these security measures will be adequate. Any failure to mitigate such risks may adversely affect our business and results of operations.

Any fraud, sales misrepresentation and other misconduct committed by our employees, agents or distribution partners could result in violations of laws and regulations by us and subject us to regulatory scrutiny. Even if such instances of misconduct may not result in any legal liabilities on our part, they could cause serious reputational or financial harm to us. Our agents and intermediaries are also subject to regulatory oversight of regulators within respective industries such as RBI, NHB, IRDAI etc. Any regulatory action against such distribution partners could reduce our ability to distribute our products through them, harm our reputation and have a material adverse effect on our business, results of operations, cash flows, financial condition and prospects.

In addition, some of our transactions expose us to the risk of misappropriation or unauthorised transactions by our employees and fraud by our employees, agents, customers or third parties. Our insurance policies, security systems and measures undertaken to detect and prevent these risks may not be sufficient to prevent or deter such activities in all cases, which may adversely affect our operations and profitability. Furthermore, we may be subject to regulatory or other proceedings in connection with any unauthorised transaction, fraud or misappropriation by our representatives and employees, which could adversely affect our goodwill. In addition, some of the collateral provided for the loans may not be adequately insured and this may expose us to a loss of value of the collateral. As a result, we may not be able to recover the full value of the collateral. Any loss of value of the collateral may have a material adverse effect on our profitability and business operations.

46. Our insurance coverage may not adequately protect us against losses, which could adversely affect our business, results of operations, cash flows and financial condition.

We maintain a number of insurance policies to cover the different risks involved in the operation of our business. We maintain a directors' and officers' liability policy to cover certain liabilities that may be imposed on our Directors and officers. We believe that our insurance coverage is appropriate and adequate for our operations. We have insurance policies covering, among others, electronic equipment, burglary, standard fire and special peril and machinery breakdown, and comprehensive general liability insurance.

We cannot, however, assure you that the terms of our insurance policies will be adequate to cover any damage or loss suffered by us or that such coverage will continue to be available on reasonable terms or will be available in sufficient amounts to cover one or more large claims, or that the insurer will not disclaim coverage as to any future claim. Any successful assertion of one or more large claims against us that exceeds our available insurance coverage or changes in our insurance policies, including any increase in premium or any imposition of larger deductibles or co-insurance requirements could adversely affect our business, results of operations, cash flows and financial condition.

47. Our ability to assess, monitor and manage risks inherent in our business differs from the standards of some of our counterparts and our risk management measures and internal controls, may not be fully effective in mitigating our risks in all market environments or against all types of risks, which may adversely affect our business and financial performance.

We are exposed to a variety of risks, including liquidity risk, interest rate risk, credit risk, operational risk and legal risk. The effectiveness of our risk management is limited by the quality and timeliness of available data. Some methods of managing risks are derived from the observation of historical market behaviour. As a result, these methods may not predict future risk exposures, which could be greater than the indication based on historical measures. Other risk management methods depend on an evaluation of information regarding markets, customers or other matters. This information may not be accurate, complete, up-to-date or properly evaluated. The management of operational, legal or regulatory risk requires, among other things, proper policies and procedures to record and verify a number of transactions and events. Although we have established these policies and procedures, they may not be fully effective.

We may utilise a variety of financial instruments, such as derivatives, options, interest rate swaps, caps and floors, futures and forward contracts to seek to hedge against any decline in value of our assets as a result of changes in currency exchange rates, certain changes in the equity markets and market interest rates and other events. Hedging transactions may also limit the opportunity for gain if the value of the hedged positions should increase, it may not be possible for us to hedge against a change or event at a price sufficient to fully protect our assets from the decline in value of the positions anticipated as a result of such change or event. In addition, it may not be possible to hedge against certain changes or events at all. While we may enter into such transactions to seek to reduce currency exchange rate and interest rate risks, or the risks of a decline in the equity markets generally or one or more sectors of the equity markets in particular, or the risks posed by the occurrence of certain other events, unanticipated changes in currency or interest rates or increases or smaller than expected decreases in the equity markets or sectors being hedged or the non-occurrence of other events being hedged may result in a poorer overall performance for the Group than if we had not engaged in any such hedging transaction. In addition, the degree of correlation between price movements of the instruments used in a hedging strategy and price movements in the position being hedged may vary. Moreover, for a variety of reasons, we may not seek to establish a perfect correlation between such hedging instruments and the positions being hedged. Such imperfect correlation may prevent us from achieving the intended hedge or expose the group to additional risk of loss.

Our risk management techniques may not be fully effective in mitigating our risks in all types of market environments or against all types of risk, including risks that are unidentified or unanticipated.

Our future success will depend, in part, on our ability to respond to new technological advances and emerging market standards and practices in a cost-effective and timely manner. The development and implementation of such technology entails significant technical and business risks. There can be no assurance that we will be able to successfully implement new technologies or adapt our transaction processing systems in accordance with the requirements of customers or emerging market standards.

48. Any adverse change in our relationship with our individual agents and other distribution intermediaries, a decline in performance of our agent or other distribution network or if we are unable to enter into additional distribution arrangements may have a material adverse effect on our business, results of operations, cash flows and financial condition.

We distribute our products through a large number of individual agents and other financial intermediaries with respect to our various businesses. We typically enter into exclusive arrangements with our individual agents who contribute a significant portion of our insurance business. We compete with other financial institutions and insurance companies to attract and retain individual agents. Our success is dependent on the sales commissions and other rewards and recognition programs extended by us subject to applicable regulatory restrictions, the range of our product offering, our brand and business reputation, market and customer perception regarding the stability of our financial condition, our financial performance, our marketing and related support services that we provide to our agents and other intermediaries, and our relationship with our individual agents. If we are unable to attract and retain productive sales agents, it could have a material adverse effect on our business, results of operations, cash flows and financial condition. It is also difficult, time consuming and expensive to recruit, train and deploy agents and other retail distributors. If we are unable to develop a productive team of agents in a cost-effective manner, or at all, it could adversely affect our sales as well as customer perception of our business and products. We may experience high attrition rates of individual agents and other intermediaries as a result of increased competition. In addition to individual agents, we also rely on other distribution channels, including corporate agents, brokers, micro-agents, common service centres and marketing firms. If we are unable to continue to recruit, train and retain productive sales agents and other distribution intermediaries it may have a material adverse effect on our business, prospects, results of operations, cash flows and financial condition.

49. We may face damage to our professional reputation and risk legal liability to our clients and affected third parties if our services are not regarded as satisfactory.

All of our businesses depend to a large extent on our relationships with our clients and our reputation for integrity and high calibre professional services to attract and retain clients. As a result, if a client is not satisfied with our services, it may be more damaging to our business than to other businesses. Moreover, our role as advisor to our clients on important mergers and acquisitions or structured finance transactions involves complex analysis and the exercise of professional judgment.

Our activities may subject us to the risk of significant legal liabilities to our clients and aggrieved third parties, including shareholders of our clients who could initiate securities class actions against us. These risks often may be difficult to assess or quantify and their existence and magnitude often remain unknown for substantial periods of time. Our engagements typically include broad indemnities from our clients and provisions to limit our exposure to legal claims relating to our services, but these provisions may not protect us or may not be enforceable in all cases. As a result, we may incur significant legal expenses in defending against litigation. Substantial legal liability or significant regulatory action against us could have material adverse financial effects or cause significant harm to our reputation, which could seriously harm our business prospects.

50. Poor investment performance, pricing pressure and other competitive factors may reduce our revenue or result in losses in our asset management business.

Our revenues from our asset management business are primarily derived from management fees, which are based on committed/drawn down capital and/or assets under management and incentive fees, which are earned if the return of our investment funds exceeds certain threshold returns. Our ability to maintain or increase assets under management is subject to a number of factors, including investors' perception of our past performance, market or economic conditions, competition from other fund managers and our ability to negotiate terms with major investors.

Investment performance is one of the most important factors in retaining existing clients and competing for new asset management and private equity business and our historical performance may not be indicative of future results. Poor investment performance and other competitive factors could reduce our revenues and affect our growth in many ways:

- existing clients may withdraw funds from our asset management business in favour of better performing products; our incentive fees could decline or be eliminated entirely;
- firms with which we have business relationships may terminate these relationships with us;
- our capital investments in our investment funds or the seed capital we have committed to new asset management products may diminish in value or may be lost; and
- our key employees in the business may depart, either to join a competitor or otherwise.

To the extent our future investment performance is perceived to be poor in either relative or absolute terms, our asset management revenues will likely be reduced and our ability to raise new funds will likely be impacted.

Even when market conditions are generally favourable, our investment performance may be adversely affected by our investment style and the particular investments that we make. In addition, over the past several years, the size and number of investment funds, including exchange-traded funds and private equity funds, has continued to increase. If this trend continues, it is possible that it will become increasingly difficult for us to raise capital for new investment funds or price competition may mean that we are unable to maintain our current fee structure. We have historically competed primarily on the basis of the performance of our investment funds and other asset management products and services, and not on the level of our fees relative to those of our competitors. However, there is a risk that fees in the asset management industry will decline, without regard to the historical performance of a manager, including our historical performance. Fee reductions on our existing or future investment funds and other asset management products and services, without corresponding decreases in our cost structure, would adversely affect our revenues and results of operations.

51. We have experienced negative cash flows in the past and prolonged negative cash flow could adversely affect our financial condition and business operations.

In the last three years, we have experienced periods of negative cash flows from specific activities undertaken as a holding company both on a standalone and consolidated basis. The table below sets forth selected information from our statements of cash flows in Fiscal 2026, Fiscal 2025 and Fiscal 2024:

Standalone statement of cash flow:

(₹ in million, unless otherwise stated)

	Fiscal 2026	Fiscal 2025	Fiscal 2024
Net cash generated from / (used in) operating activities	(1,195.09)	(5,184.78)	(12,657.86)
Net cash generated from / (used in) investing activities	(4,441.58)	6,037.75	12,647.80
Net cash generated from / (used in) financing activities	6,031.60	(1,278.61)	(879.00)

Consolidated statement of cash flows:

(₹ in million, unless otherwise stated)

	Fiscal 2026	Fiscal 2025	Fiscal 2024
Net cash generated from / (used in) operating activities	8,972.83	33,837.61	28,935.77
Net cash generated from / (used in) investing activities	(9,632.53)	37,936.18	(4,815.81)
Net cash generated from / (used in) financing activities	(19,364.00)	(48,277.75)	(27,846.38)

At the standalone Issuer level, operating cash outflows in Fiscal 2024 and Fiscal 2025 reflected, among other things, funding support provided to subsidiaries and servicing of debt obligations during a period in which dividend distributions from subsidiaries were constrained. Standalone operating cash outflows decreased from ₹ 5,184.78 million in Fiscal 2025 to ₹ 1,195.09 million in Fiscal 2026, primarily due to improvement in dividend flows from subsidiaries. Financing cash inflows of ₹6,031.60 million in Fiscal 2026 primarily reflected net NCD issuances undertaken in the ordinary course of refinancing existing indebtedness.

On a consolidated basis, operating cash inflows of ₹ 8,972.83 million in Fiscal 2026 reflected cash generation from underlying operations across the Group. Consolidated financing cash outflows of ₹ 19,364.00 million in Fiscal 2026 primarily reflected repayment of indebtedness, while consolidated investing cash outflows of ₹ 9,632.53 million principally reflected investments in the retail credit and insurance businesses.

We cannot assure you that we will not experience negative cash flows in the future. Any prolonged negative cash flow position, particularly at the standalone Issuer level, could constrain our liquidity and ability to service debt obligations, require us to seek additional financing, and adversely affect our business, financial condition, cash flows, results of operations and the interests of the investors of the NCDs.

52. Our reliance on any misleading or misrepresented information provided by potential customers or counterparties or an inaccurate credit appraisal by our employees may affect our credit judgments, as well as the value of and title to the collateral, which may adversely affect our reputation, business and results of operations.

In deciding whether to extend credit or enter into other transactions with customers and counterparties, we may rely on information furnished to us by or on behalf of customers and counterparties, including financial statements and other financial information. We may also rely on certain representations in relation to the accuracy and completeness of that information as well as independent valuation reports and title reports with respect to the collateral. In addition, we may rely on reports of the independent auditors in relation to the financial statements of the customers. For example, in deciding whether to extend credit, we may assume that

a customer's audited financial statements conform to GAAP and the financial condition, results of operations and cash flows of the customer are presented fairly in all material respects. Our financial condition and results of operations may be adversely affected by relying on financial statements that do not comply with GAAP or other information that may be materially misleading. Moreover, we have implemented a KYC checklist and other measures to prevent money laundering. There can be no assurance that information furnished to us by potential customers and any analysis of such information or the independent checks and searches will return accurate results, and our reliance on such information may affect our judgment of the potential customers' credit worthiness, as well as the value of and title to the collateral, which may result in us having to bear the risk of loss associated with such misrepresentations. In the event of the ineffectiveness of these systems, our reputation, business and results of operations may be adversely affected.

We may also be affected by the failure of our employees to adhere to the internal procedures and an inaccurate appraisal of the credit or financial worth of our clients. Inaccurate appraisal of credit may allow a loan sanction, which may eventually result in a bad debt on our books of accounts. In the event we are unable to mitigate the risks that arise out of such lapses, our business and results of operations may be adversely affected.

53. We may not be able to detect money-laundering and other illegal or improper activities fully or on a timely basis, which could expose us to additional liability and harm our business or reputation.

We are required to comply with applicable KYC, anti-money-laundering and anti-terrorism laws and other regulations in India including the Prevention of Money Laundering Act, 2002 and rules and regulations made thereunder, and other jurisdictions that we operate in. In the course of our operations, we run the risk of failing to comply with the prescribed KYC procedures and the consequent risk of fraud and money laundering by dishonest customers despite putting in place systems and controls customary in India to prevent the occurrence of these risks. Although we believe that we have adequate internal policies, processes and controls in place to prevent and detect any AML activity and ensure KYC compliance, there can be no assurance that we will be able to fully control instances of any potential or attempted violation by other parties and may accordingly be subject to regulatory actions, including imposition of fines and other penalties. In certain activities and in pursuit of our business, we run the risk of inadvertently offering our financial products and services ignoring customer suitability and appropriateness despite having a KYC and Anti-Money Laundering measures and associated processes in place. Such incidents may adversely affect our business and reputation.

Any failure by us to comply with such regulatory requirements could expose us to significant monetary liabilities, regulatory challenges and reputational damage. Penalties imposed by regulators may generate adverse publicity for us and our business. Such adverse publicity or any future scrutiny or investigation could result in fines and damage to our reputation and involve significant time and attention of our management and may materially adversely affect our business and financial results

54. Our business is dependent on the Group's goodwill and 'Edelweiss' brand name. Any change in control of the Group or any other factor affecting the business and reputation of the Group may have a concurrent adverse effect on our Group's reputation, business and results of operations.

Our business is dependent on our Group's goodwill and the 'Edelweiss' brand name. Reputational risk, or the risk to our business, earnings and capital from negative publicity, is inherent in our business. The reputation of the financial services industry in general has been closely monitored as a result of the global financial crisis and other matters affecting the financial services industry. Negative public opinion about the financial services industry generally or about us specifically could materially adversely affect our ability to attract and retain customers and may expose us to litigation and regulatory action. Negative publicity can

result from our or our third-party service providers' actual or alleged conduct in any number of activities, including lending practices, mortgage servicing and foreclosure practices, technological practices, corporate governance, regulatory compliance, mergers and acquisitions, and related disclosure, sharing or inadequate protection of customer information, and actions taken by government regulators and community organisations in response to that conduct. Damage to our reputation and loss of brand equity could reduce demand for our products. Any impairment of our reputation or erosion of the brand or failure to optimize the brand in the marketing of our products could have a material adverse effect on our capacity to retain our current customers and attract new customers and therefore on our sales and profitability, as well as require additional resources to rebuild our reputation and restore the value of the brand. Although we take steps to minimise reputational risk in dealing with customers and other constituencies, we, as a large financial services organisation with a high industry profile, are inherently exposed to this risk. Any adverse developments regarding our brand could materially and adversely affect our business, results of operations, cash flows and financial condition.

55. We have entered into related party transactions and may continue to enter into related party transactions, which may involve conflicts of interest.

We have entered into related party transactions. For more details, see chapter titled "*Related Party Transactions*" on page 201 and the chapter titled "Financial Statements" on page 239 of this Draft Prospectus. While the related party transactions entered into in the past are conducted on an arm's length basis and in the ordinary course of business, there can be no assurance that we could not have achieved more favourable terms if such transactions had not been entered into with related parties. Further, the Issuer may continue to enter into related party transactions in the future, which may involve conflicts of interest.

56. Certain facts and statistics are derived from publications not independently verified by us, the Lead Managers or its respective advisors.

We have not independently verified data obtained from industry publications and other external sources referred to herein and therefore, while we believe them to be accurate, complete and reliable, we cannot assure you that they are accurate, complete or reliable. Such data may also be produced on different bases from those used in the industry publications we have referenced. Therefore, discussions of matters relating to India, its economy, the financial services industry and the life and general insurance industry are subject to the caveat that the statistical and other data upon which such discussions are based may be inaccurate, incomplete or unreliable. Industry publications generally state that the information contained in those publications has been obtained from sources believed to be reliable but their accuracy, adequacy or completeness and underlying assumptions are not guaranteed and their reliability cannot be assured. The data and other information sourced from the CAAPL Research Report is subject to CAAPL's disclaimer set forth in "*Industry Overview*" on page 120, Industry and government sources and publications are also prepared on the basis of information as at specific dates and may no longer be current or reflect current trends. Industry and government sources and publications may also base their information on estimates, forecasts and assumptions that may prove to be incorrect. Accordingly, no investment decision should be made on the basis of such information. For more details, see "*Industry Overview*" on page 120.

57. We do not own the premises where our branch offices are located and in the event our rights over the properties are not renewed or are revoked or are renewed on terms less favourable to us, our business activities may be disrupted.

At present, we do not own the premises of almost all of our branch offices. All such non-owned properties are leased or licensed to us. If the owners of these properties do not renew the agreements under which we occupy the premises or only agree to renew such agreements on terms and conditions that are unacceptable to us, of if the owners of such premises withdraw their consent to our occupancy, our operations may be

disrupted. We may be unable to locate suitable alternative facilities on favourable terms, or at all, and this may have a material adverse effect on our business, results of operations, cash flows and financial condition.

58. We rely on models for risk analysis to guide our managerial decisions and any misspecification, deficiencies or inaccuracies in the models and data may impact our decision-making and operations.

As part of our ordinary decision making process, we rely on various models for risk and data analysis. These models include credit scoring models used for approving retail loans. These models are based on historical data and supplemented with managerial input and comments. There are no assurances that these models and the data they analyse are accurate or adequate to guide our strategic and operational decisions and protect us from risks. Any misspecification, deficiencies or inaccuracies in the models or the data might have a material adverse effect on our business, results of operations, cash flows and financial condition.

59. We could be subject to claims by our customers and/or regulators for alleged mis-selling of our products.

We carry on insurance business through Edelweiss Life and ZGIL. These products are sold through their intermediaries, including individual agents or personal financial advisors, corporate agents, brokers and bancassurance partners, as well as certain of our employees. Intermediaries aid the customer in choosing the correct product by advising on appropriate benefits and affordable premiums, disclosing product features and advising on whether to continue with a particular product or switch products.

Our liability management operations and certain Subsidiaries also deal with foreign currency and derivative products and offer them to customers.

Under certain circumstances, customers may claim that our sales process is inadequate or that there was misconduct on the part of our employees or intermediaries at the time of signing of the policy contract or during the course of customer service. Such misconduct could include activities such as making non-compliant or fraudulent promises of high returns on investments and recommending inappropriate products and fund management strategies. We may be subject to claims by customers for such alleged instances of mis-selling. In some instances, we may also have paid a commission to the intermediary prior to a claim of mis-selling by our customers, and if we have to refund the customer but are unable to recover such commission, we might face significant losses. In addition, regulators may attribute the mis-selling activities of intermediaries to us and impose penalties on us for non-compliance with relevant laws and regulations.

It is also possible that a third party aggregates a number of individual complaints against us with the intention of obtaining increased negotiating power. This could result in significant financial losses to us as well as loss of our reputation. Further, persons may also misrepresent themselves as agents of us to defraud customers and such aggrieved customers, have filed and, in the future, may file complaints against us.

Cases of mis-selling, or recurring cases of mis-selling, which are sub-judice or initiated against us, could result in substantial claims and fines. We establish reserves for legal claims when payments associated with claims become probable and the costs can be reasonably estimated. We may still incur legal costs for a matter even if we have not established a reserve. In addition, the actual cost of resolving a suit, proceeding or a legal claim may be substantially higher than any amounts reserved for that matter. The final outcome of any pending or future legal proceeding, depending on the remedy sought and granted, could materially adversely affect our results of operations, cash flows and financial condition. For more details see "*Outstanding Litigations*" on page 273.

60. We rely on third-party service providers who may not perform their obligations satisfactorily or in compliance with law.

We enter into outsourcing arrangements with third party vendors for a number of our businesses and for services required by us. These vendors provide services, which include, among others, software services, client sourcing, and call centre services. Though adequate due diligence is conducted before finalising such outsourcing arrangements, we cannot guarantee that there will be no disruptions in the provision of such services or that these third parties will comply with regulatory requirements or adhere to their contractual obligations in a timely manner, or at all. If there is a disruption in the third-party services, despite having continuity plans in place as required by the regulators or if the third-party service providers discontinue their service agreement with us, our business, results of operations, cash flows and financial condition will be adversely affected. In case of any dispute, we cannot assure you that the terms of such agreements will not be breached, which may result in litigation costs. Such additional cost, in addition to the cost of entering into agreements with third parties in the same industry, may materially and adversely affect our business, results of operations, cash flows and financial condition. We may also suffer from reputational and legal risks if our third-party service providers fail to operate in compliance with regulations or corporate and societal standards, act unethically or unlawfully, which could materially and adversely affect our business, results of operations, cash flows and financial condition.

61. Our results of operations could be adversely affected by any disputes with employees.

As of March 31, 2026, we employed 6,202 full-time employees on a consolidated basis. While we believe that we maintain good relationships with our employees, there can be no assurance that we will not experience future disruptions to our operations due to disputes or other problems with our work force, which may adversely affect our business, results of operations, cash flows and financial condition.

62. Our liability or liquidity management operations income, debt investment portfolio and derivatives portfolio are exposed to risks relating to mark-to-market valuation, illiquidity, credit risk and income volatility.

We have debt investment portfolio (consists of government securities, treasury bills and other debt securities) as a part of our liability or liquidity management operations. We run value-at-risk tests to manage risks in our investments, but in the event interest rates rise, our portfolio will be exposed to the adverse impact of the mark-to-market valuation of such bonds. Any rise in interest rates leading to a fall in the market value of such debentures or bonds may materially and adversely affect our business, results of operations, cash flows and financial condition. We face income volatility due to the illiquid market for the disposal of some of debt investment portfolio.

Our income from liability or liquidity management operations is subject to volatility due to, among other things, changes in interest rates and foreign currency exchange rates as well as fluctuations in equities and derivatives markets. For example, an increase in interest rates may have a negative impact on the value of certain investments such as Government securities and corporate bonds and may require us to mark down the value of these investments on our balance sheet and recognise a loss on our income statement. Similarly, our derivative portfolio is subject to fluctuations in interest rates and foreign exchange rates, and any movement in those rates may require us to mark down the value of our derivatives portfolio. While we invest in corporate debt instruments as part of our normal business, we are exposed to risk of the issuer defaulting on its obligations. Changes in corporate bond spreads also affect valuations and expose us to risk of valuation losses. Although we have risk and operational controls and procedures in place for our liability or liquidity management operations, such as sensitivity limits, value at risk ("**VaR**") limits, position limits, stop loss limits and exposure limits, that are designed to mitigate the extent of such losses, there can be no assurance

that we will not lose money in the course of trading on our fixed income book in held for trading and available-for-sale portfolio. Any such losses could materially and adversely affect our business, results of operations, cash flows and financial condition.

63. A rise in the general income level of our customers may adversely affect the demand for our loans.

The size of our loans portfolios is dependent upon the demand for loans in India, which is inversely related to the general income level of our customers. A rise in the general income level in India could make our loans unattractive to some customers due to their having increased disposable income, making them less reliant on loans. Such a shift in income levels could lower our interest income, which could in turn adversely affect our business, financial condition, cash flows and results of operations.

64. Our financial performance may be materially and adversely affected if we are unable to respond promptly and effectively to new technology innovations.

Currently, technology innovations in mobilisation and digitisation of financial services require companies like ours to continuously develop new and simplified models for offering financial products and services. Disruptive technology and new models of financial services that utilise such technology, such as micro-financing and peer-to-peer lending, might also materially and adversely affect our financial performance.

Such technologies could increase competitive pressures on us, to adapt to new operating models and upgrade back-end infrastructure on an ongoing basis. There is no assurance that we will be able to continue to respond promptly and effectively to new technology developments, be in a position to dedicate resources to upgrade our systems and to compete with new players entering the market. As such, the new technology innovations may result in a material adverse effect on our business, results of operations, cash flows and financial condition.

65. The rise of digital platforms and payment solutions may adversely impact our fees, and there may be disintermediation in the loan or other financial services market by fintech companies.

Disruption from digital platforms could have an adverse effect on the fees that we have traditionally received on many of our financial services. We also face threat to our loan market and other financial services market from newer business models, such as Buy Now & Pay Later ("**BNPL**"), that leverage technology to bring together savers and borrowers or cater to prospective borrowers in newer ways. We may not be competitive in facing up to the challenges from such newer entrants. This may, accordingly, have an adverse impact on our business and growth strategy.

66. We may breach third-party intellectual property rights.

We may be subject to claims by third parties, both inside and outside India, if we breach their intellectual property rights by using slogans, names, designs, software or other such rights that are of a similar nature to the intellectual property these third parties may have registered or are using. We might also be in breach of such third-party intellectual property rights due to accidental or purposeful actions by our employees where we may also be subjected to claims by such third parties.

Any legal proceedings that result in a finding that we have breached third parties' intellectual property rights, or any settlements concerning such claims, may require us to provide financial compensation to such third parties or stop using the relevant intellectual property (including by way of temporary or permanent injunction) or make changes to our marketing strategies or to the brand names of our products, any of which may have a material adverse effect on our business, prospects, reputation, results of operations, cash flows and financial condition.

67. Potential liabilities from divested or discontinued entities and businesses

As part of the strategic realignment of our business operations, our Promoters and group companies have, over a period of time, discontinued or divested various subsidiaries and other entities. While these discontinued or divested subsidiaries or entities were sold or closed following due legal and regulatory processes, there remains the possibility that unforeseen litigation, tax demands, regulatory inquiries, or other disputes may arise in relation to such entities for their past operations. These potential liabilities may stem from historical transactions, operations and other matters attributable to the periods prior to such sale/closure. Any such developments could have an adverse effect on the financial position, results of operations and business prospects of our Promoters, our Group including our Company.

External Risk Factors

68. Our results of operations have been, and may continue to be, adversely affected by Indian and international financial market and economic conditions.

Our business is highly dependent on Indian and international markets and economic conditions. Such conditions in India include fluctuations in interest rates; changes in consumer spending; the level of consumer confidence; housing prices; corporate or other scandals that reduce confidence in the financial markets, among others. International markets and economic conditions include the liquidity of global financial markets, the level and volatility of debt and equity prices and interest rates, investor sentiment, inflation, the availability and cost of capital and credit, and the degree to which international economies are expanding or experiencing recessionary pressures. The independent and/or collective fluctuation of these conditions can directly and indirectly affect demand for our lending finance and other financial products or increase the cost to provide such products. In addition, adverse economic conditions, such as declines in housing values, could lead to an increase in mortgage and other home loan delinquencies and higher write offs, which can adversely affect our earnings.

Global financial markets were and continue to be extremely volatile and were materially and adversely affected by a significant lack of liquidity, decreased confidence in the financial sector, disruptions in the credit markets, reduced business activity, rising unemployment, declining home prices and erosion of consumer confidence. These factors have contributed to and may continue to adversely affect our business, results of operations, cash flows and financial condition.

69. Financial difficulties and other problems in certain financial institutions in India could cause our business to suffer and adversely affect our results of operations.

We are exposed to the risks of the Indian financial system, which in turn may be affected by financial difficulties and other problems faced by certain Indian financial institutions. Certain Indian financial institutions have experienced difficulties during recent years. Some co-operative banks (which tend to operate in rural sector) have also faced serious financial and liquidity crises. There has been a trend towards consolidation with weaker banks and NBFCs being merged with stronger entities. The problems faced by individual Indian financial institutions and any instability in or difficulties faced by the Indian financial system generally could create adverse market perception about Indian financial institutions, banks and NBFCs. This in turn could adversely affect our business, our future financial performance, our shareholders' funds and the market price of our NCDs.

70. Terrorist attacks, civil unrest and other acts of violence or war involving India and other countries could adversely affect the financial markets and our business.

Terrorist attacks and other acts of violence or war may negatively affect our business and may also adversely

affect the worldwide financial markets. These acts may also result in a loss of business confidence. In addition, any deterioration in relations between India and its neighbouring countries might result in investor concern about stability in the region, which could adversely affect our business.

India has also witnessed civil disturbances in recent years, and it is possible that future civil unrest as well as other adverse social, economic and political events in India could have a negative impact on us. Such incidents could also create a greater perception that investment in Indian companies involves a higher degree of risk and could have an adverse impact on our business and the market price of our NCDs.

71. Natural calamities could have a negative impact on the Indian economy, particularly the agriculture sector, and cause our business to suffer.

India has experienced natural calamities such as earthquakes, a tsunami, floods and drought in the past few years. The extent and severity of these natural disasters determines their impact on the Indian economy. The erratic progress of the monsoon over the course of past few years affected sowing operations for certain crops. Further, prolonged spells of below normal rainfall or other natural calamities could have a negative impact on the Indian economy thereby, adversely affecting our business.

72. Any downgrading of India's credit rating or outlook by an international rating agency could have a negative impact on our business.

Any adverse revisions to India's credit ratings or outlook for domestic and international debt by international rating agencies may adversely impact our ability to raise additional financing, the interest rates and other commercial terms at which such additional financing is available. This could have a material adverse effect on our business and financial performance, our ability to raise financing for onward lending and the price of our NCDs.

73. Instability of economic policies and the political situation in India could adversely affect the fortunes of the industry.

There is no assurance that the liberalization policies of the Government will continue in the future. Protests against privatization could slow down the pace of liberalization and deregulation. The Government of India plays an important role by regulating the policies and regulations that govern the private sector. The current economic policies of the Government may change at a later date. The pace of economic liberalization could change and specific laws and policies affecting the industry and other policies affecting investments in the Issuer's business could change as well. A significant change in India's economic liberalization and deregulation policies could disrupt business and economic conditions in India and thereby affect the Issuer's business.

Unstable domestic as well as international political environment could impact the economic performance in the short term as well as the long term. The Government of India has pursued the economic liberalization policies including relaxing restrictions on the private sector over the past several years. The present Government has also announced polices and taken initiatives that support continued economic liberalization.

The Government has traditionally exercised and continues to exercise a significant influence over many aspects of the Indian economy. The Issuer's business may be affected not only by changes in interest rates, changes in Government policy, taxation, social and civil unrest but also by other political, economic or other developments in or affecting India.

74. Companies operating in India are subject to a variety of central and state government taxes and surcharges.

Tax and other levies including stamp duty imposed by the central and state governments in India that affect our tax liability include central and state taxes and other levies, income tax, goods and service tax, stamp duty and other special taxes and surcharges which are introduced on a temporary or permanent basis from time to time. Moreover, the central and state tax scheme in India is extensive and subject to change from time to time. The statutory corporate income tax in India (as applicable to us), which includes a surcharge on the tax and a health and education cess on the tax and the surcharge.

The central or state government may in the future increase the corporate income tax or surcharge/cess it imposes. Any such future increases or amendments may affect the overall tax efficiency of companies operating in India and may result in significant additional taxes becoming payable. Additional tax exposure could adversely affect our business and results of operations and profitability.

75. Financial instability in other countries could disrupt our business.

The Indian market and the Indian economy are influenced by economic and market conditions in other countries. Although economic conditions are different in each country, investors' reactions to developments in one country can have adverse effects on the economy as a whole, in other countries, including India. A loss of investor confidence in the financial systems of other emerging markets may cause volatility in Indian financial markets and indirectly, in the Indian economy in general. Any worldwide financial instability could also have a negative impact on the Indian economy, including the movement of exchange rates and interest rates in India.

In the event that the current difficult conditions in the global credit markets continue or if the recovery is slower than expected or if there any significant financial disruption, this could have an adverse effect on our cost of funding, loan portfolio, business, prospects, results of operations, cash flows and financial condition.

76. Trading of the NCDs may be limited by temporary exchange closures, broker defaults, settlement delays, strikes by brokerage firm employees and disputes.

The Indian stock exchanges have experienced temporary exchange closures, broker defaults, settlement delays and strikes by brokerage firm employees. In addition, the governing bodies of the Indian stock exchanges have from time to time imposed restrictions on trading in certain securities, limitations on price movements and margin requirements. Furthermore, from time to time, disputes have occurred between listed companies and stock exchanges and other regulatory bodies, which in some cases may have had a negative effect on market sentiment.

77. Ineffective or inadequate management of environmental, sustainability and governance issues, or health and safety programs, could damage our reputation and, in turn, our business, financial condition and results of operations.

Environmental, sustainability and governance **("ESG")** is becoming an increasingly important criterion for clients, and our perceived failure to address these issues may lead them to seek alternative investment managers. Additionally, increased ESG focus of our clients may require us to prioritize certain investment opportunities over the other, potentially more profitable opportunities due to ESG considerations.

The ESG policies which are in place require significant time and other resources for effective implementation which will be carried out in due course of time. Separately, we are a signatory to the United Nations Principles for Responsible Investment **("UNPRI"),** which obliges us to adhere to specific reporting and other

obligations, however, our ESG policies may not be fully aligned with the aforementioned UNPRI principles, which we comply with. Moreover, increasing focus on ESG by our clients may require us to prioritize certain investment opportunities over the other profitable opportunities. Our failure to effectively manage any ESG issues, including those related to climate change, could adversely affect our reputation and our ability to attract and retain clients.

Furthermore, if our health and safety programs are found to be inadequate or ineffective, it could lead to workplace incidents or regulatory breaches, which could result in significant financial penalties, increased scrutiny, and reputational damage. Such incidents could decrease employee morale and productivity, increase employee turnover, and potentially lead to costly litigation or compensation claims.

Increased regulatory action in response to perceived or actual shortcomings in our ESG, or health and safety management could result in constraints on our operations, additional compliance costs, and potential fines or sanctions. While there have been no such instances in the past, any of these outcomes would likely impair our financial performance and might diminish our competitive position

78. Impact of the trade and tariff policies on our business and the Indian economy

Our business and results of operations may be adversely affected by changes in the tariff policies and trade measures of the United States of America ("**U.S**."). Recent developments indicate evolving trade policy measures in the U.S., including discussions around reciprocal tariffs, sector-specific trade restrictions and an interim U.S.–India trade framework, the implementation of which may be subject to further federal notifications and executive actions.

These measures may affect India's export volumes to the U.S. and could impact India's economic growth. Although the Indian government has introduced relief measures such as GST reductions and export support packages to partially mitigate these effects, continuing trade uncertainty remains a risk to economic stability and our operations. Adverse developments in these sectors could impair the repayment capacity of borrowers, resulting in increased delinquencies, higher provisioning requirements and deterioration in asset quality. Prolonged tariff uncertainty may also weaken investor sentiment, restrict foreign capital inflows and slow overall economic growth, which could in turn reduce demand for financial services.

Our insurance operations may also be impacted. In the life insurance segment, pressure on household income and employment in export-linked industries may reduce demand for savings and protection products. In the general insurance segment, slower corporate growth and reduced trade volumes may weaken demand for commercial and marine insurance products.

In addition, our alternatives, asset management and asset reconstruction businesses may be indirectly affected. Lower economic activity and tighter liquidity could result in reduced investor inflows into alternatives, compression of management fees in asset management, and higher acquisition costs together with lower recovery margins in stressed asset portfolios. There can be no assurance that future changes in U.S. tariff policies or trade relations between India and the U.S. including any pending or proposed federal-level notifications or implementation measures, will not materially and adversely affect the Indian economy, and by extension, our financial services, insurance, asset management, alternatives and asset reconstruction businesses.

Risks relating to the Issue and NCDs.

1. ***The NCD Holders may not be able to recover, on a timely basis or at all, the full value of the outstanding amounts and/or the interest accrued thereon in connection with the NCDs. Failure or delay to recover the expected value from a sale or disposition of the assets charged as security in connection with the NCDs could expose the holders to a potential loss.***

   Our ability to pay interest accrued on the NCDs and/or the principal amount outstanding from time to time in connection therewith would be subject to various factors, inter alia, including our financial condition, profitability and the general economic conditions in India and in the global financial markets. We cannot assure you that we would be able to repay the principal amount outstanding from time to time on the NCDs and/or the interest accrued thereon in a timely manner or at all. Although the Issuer will create appropriate security in favour of the Debenture Trustee for the NCD Holders on the assets adequate to ensure 100% security cover for the NCDs and the interest thereon, the realisable value of the assets charged as security, when liquidated, may be lower than the outstanding principal and/or interest accrued thereon in connection with the NCDs and the possibility of recovery of 100% of the amount shall depend on the market scenario prevalent at the time of enforcement of the security. A failure or delay recovering the expected value from a sale or disposition of the assets charged as security in connection with the NCDs could expose you to a potential loss.

2. ***You may be subject to taxes arising on the sale of the NCDs.***

   Sale of NCDs by any holder may give rise to tax liability, under Indian taxation laws. Investors and or subscribers are advised to consult their own tax consultant with respect to the specific tax implications arising out of sale of the NCDs.

3. ***The Issuer, being a listed company is not required to maintain a debenture redemption reserve ("DRR").***

   Our NCDs are proposed to be listed on BSE Limited. Pursuant to a Ministry of Corporate Affairs notification dated August 16, 2019 amending Section 71 of the Companies Act, 2013 and Rule 18 (7) of the Companies (Share Capital and Debentures) Rules, 2014, Issuer is not required to maintain DRR for debentures issued through a public issue. Hence, investors shall not have the benefit of reserve funds to cover the re-payment of the principal and interest on the NCDs.

4. ***There may be no active market for the NCDs on the platform of the Stock Exchange. As a result of such limited or sporadic trading of the NCDs on the Stock Exchange, the liquidity and market prices of the NCDs may fail to develop and may accordingly be adversely affected.***

   There can be no assurance that an active market for the NCDs will develop. If an active market for the NCDs fails to develop or be sustained, the liquidity and market prices of the NCDs may be adversely affected. The market price of the NCDs may depend on various factors, inter alia, including (i) the interest rate on similar securities available in the market and the general interest rate scenario in the country, (ii) the market price of our Equity Shares, (iii) the market for listed debt securities, (iv) general economic conditions, and (v) our financial performance, growth prospects and results of operations etc. The aforementioned factors may adversely affect the liquidity and market price of the NCDs, which may trade at a discount to the price at which you purchase the NCDs and/or be relatively illiquid.

5. ***There may be a delay in making refund to Applicants.***

   We cannot assure you that the monies refundable to you, on account of (i) withdrawal of your Applications, (ii) our failure to receive minimum prescribed subscription in connection with the Issue, (iii) withdrawal of

the Issue, or (iv) failure to obtain the final approval from the Stock Exchange for listing of the NCDs, will be refunded to you in a timely manner. We, however, shall refund such monies, with the interest due and payable thereon as prescribed under applicable statutory and/or regulatory provisions.

6. In the event of bankruptcy, liquidation or winding-up, there may not be sufficient assets remaining to pay amounts due on the NCDs.

The NCDs will be subordinated to certain liabilities preferred by law such as the claims of the Government on account of taxes, and certain liabilities incurred in the ordinary course of our business. In particular, in the event of bankruptcy, liquidation or winding-up, the Issuer's assets will be available to pay obligations on the NCDs only after all of those liabilities that rank senior to these NCDs have been paid in accordance with the Companies Act, 2013. In the event of bankruptcy, liquidation or winding-up, there may not be sufficient assets remaining to pay amounts due on the NCDs.

7. The fund requirement and deployment mentioned in the Objects of the Issue have not been appraised by any bank or financial institution.

We intend to use the proceeds of the Issue, after meeting the expenditures of and related to the Issue, for the purpose of repayment /prepayment of interest and principal of existing borrowings of the Issuer and general corporate purposes. For further details, see the section "*Objects of the Issue*" on page 99. The fund requirement and deployment is based on internal management estimates and has not been appraised by any bank or financial institution. The management will have significant flexibility in the priority of applying the proceeds received by us from the Issue. The utilization details of the proceeds of the Issue shall be adequately disclosed as per applicable law. Further, as per the provisions of the SEBI NCS Regulations, we are not required to appoint a monitoring agency and therefore no monitoring agency has been appointed for the Issue.

8. There is no assurance that the NCDs issued pursuant to the Issue will be listed on Stock Exchange in a timely manner, or at all.

In accordance with Indian law and practice, permissions for listing and trading of the NCDs issued pursuant to the Issue will not be granted until after the NCDs have been issued and allotted. Approval for listing and trading will require all relevant documents to be submitted and carrying out of necessary procedures with the Stock Exchange. There could be a failure or delay in listing the NCDs on the Stock Exchange for reasons unforeseen. If permission to deal in and for an official quotation of the NCDs is not granted by the Stock Exchange, the Issuer will forthwith repay, with interest, all monies received from the Applicants in accordance with prevailing law in this context, and pursuant to this Draft Prospectus. There is no assurance that the NCDs issued pursuant to the Issue will be listed on Stock Exchange in a timely manner, or at all.

SECTION III -INTRODUCTION

GENERAL INFORMATION

The Issuer was incorporated in Mumbai as 'Edelweiss Capital Limited' on November 21, 1995, under the Companies Act, 1956 pursuant to a certificate of incorporation issued by the RoC. Thereafter, the Issuer was issued a certificate of commencement of business by the RoC, on January 16, 1996. Subsequently, the name of the Issuer was changed to 'Edelweiss Financial Services Limited' pursuant to a fresh certificate of incorporation issued by the RoC on August 1, 2011. The Registered Office of the Issuer is situated at Edelweiss House, Off C.S.T. Road, Kalina, Mumbai – 400 098, Maharashtra, India and our CIN is L99999MH1995PLC094641.

For details of the business of the Issuer, see "*Our Business*" beginning on page 149.

Registration:

CIN: L99999MH1995PLC094641
LEI: 335800GA1YN8NAGS8V55

Permanent Account Number: AAACE1461E

Registered Office:

Edelweiss Financial Services Limited
Edelweiss House, Off C.S.T. Road,
Kalina, Mumbai – 400 098,
Maharashtra, India
Tel: +91 22 4079 5199
Website: www.edelweissfin.com
Email: efslncd@edelweissfin.com

For further details regarding changes to our Registered Office, see "*History and Main Objects*" beginning on page 176.

Corporate Office:

Edelweiss Financial Services Limited
Edelweiss House, Off C.S.T. Road,
Kalina, Mumbai – 400 098,
Maharashtra, India
Tel: +91 22 4079 5199
Website: www.edelweissfin.com
Email: efslncd@edelweissfin.com

RoC Office:

Registrar of Companies, Maharashtra at Mumbai
100, Everest House,
Marine Lines, Mumbai 400 002,
Maharashtra, India.

Chief Financial Officer:

Ms. Ananya Suneja
Chief Financial Officer
Edelweiss House, Off C.S.T. Road,
Kalina, Mumbai - 400 098, Maharashtra, India.
Tel: +91 22 4079 5199
Email: efslncd@edelweissfin.com

Company Secretary and Compliance Officer:

Mr. Tarun Khurana
Company Secretary and Compliance Officer
Edelweiss House, Off C.S.T. Road
Kalina, Mumbai - 400 098, Maharashtra, India
Tel: +91 22 4079 5199
Email: efslncd@edelweissfin.com

Investors may contact the Registrar to the Issue or the Company Secretary of the Issuer and Compliance Officer/Registrar in case of any pre-Issue or post-Issue related issues such as non-receipt of Allotment Advice, demat credit of allotted NCDs, refunds, non-receipt of debentures certificates (in case of NCDs which have been re-materialised), transfers, etc. as the case may be.

All grievances relating to the Issue may be addressed to the Registrar to the Issue, giving full details such as name, Application Form number, address of the Applicant, Permanent Account Number, number of NCDs applied for, Series of NCDs applied for, amount paid on application, Depository Participant name and client identification number, and the collection centre of the Members of the Consortium where the Application was submitted and ASBA Account number (for Bidders other than Retail Individual Investors and High Net Worth Individuals bidding through the UPI Mechanism) in which the amount equivalent to the Bid Amount was blocked or UPI ID in case of Retail Individual Investors and High Net Worth Individuals, bidding through the UPI mechanism. Further, the Bidder shall enclose the Acknowledgement Slip or provide the acknowledgement number received from the Designated Intermediaries in addition to the documents/information mentioned hereinabove.

All grievances relating to the ASBA process may be addressed to the Registrar to the Issue with a copy to either (a) the relevant Designated Branch of the SCSB where the Application Form was submitted by the ASBA Applicant, or (b) the concerned Member of the Syndicate and the relevant Designated Branch of the SCSB in the event of an Application submitted by an ASBA Applicant at any of the Syndicate ASBA Centres, giving full details such as name, address of Applicant, Application Form number, series applied for, number of NCDs applied for, amount blocked on Application.

All grievances related to the UPI process may be addressed to the Stock Exchange, which shall be responsible for addressing investor grievances arising from applications submitted online through the App based/ web interface platform of stock exchange or through their Trading Members. The intermediaries shall be responsible for addressing any investor grievances arising from the applications uploaded by them in respect of quantity, price or any other data entry or other errors made by them.

All grievances arising out of Applications for the NCDs made through the Online Stock Exchange Mechanism or through Trading Members of the Stock Exchange may be addressed directly to the relevant Stock Exchange.

Lead Managers

Trust Investment Advisors Private Limited
109/110, Balarama
Bandra Kurla Complex
Bandra (East), Mumbai – 400 051
Maharashtra, India
Tel: +91 22 4084 5000
Facsimile: +91 22 4084 5066
Email: projectpragati9.trust@trustgroup.in
Investor Grievance Email: customercare@trustgroup.in
Website: www.trustgroup.in
Contact Person: Hani Jalan
Compliance Officer: Aayushi Mulasi

SEBI registration no.: INM000011120
CIN: U67190MH2006PTC162464

Nuvama Wealth Management Limited[#]
801-804, Wing A, Building No 3
Inspire BKC, G Block, Bandra Kurla Complex,
Bandra East, Mumbai – 400 051
Maharashtra, India
Tel: +91 22 4009 4400
Email: efsl.ncd@nuvama.com
Investor Grievance Email: customerservice.mb@nuvama.com
Website: www.nuvama.com
Contact Person: Saili Dave
Compliance Officer: Bhavana Kapadia
SEBI Registration No.: INM000013004
CIN: L67110MH1993PLC344634

[#] *Nuvama Wealth Management Limited is deemed to be our associate in accordance with Regulation 21A of the Securities and Exchange Board of India (Merchant Bankers) Regulations, 1992, as amended (Merchant Bankers Regulations). Further, in compliance with the provisions of Regulation 21A and explanation to Regulation 21A of the Merchant Bankers Regulations, Nuvama Wealth Management Limited would be involved only in marketing of the Issue and as per Regulation 25 (3) of SEBI NCS Regulations and shall not issue a due diligence certificate.*

Tipsons Consultancy Services Private Limited
1st Floor, Sheraton House, Opp. Ketav Petrol Pump,
Polytechnic Road, Ambawadi,
Ahmedabad – 380015 Gujarat, India
Tel: +91 79 66828126
Fax: +91 79 66828001
Email: efsl.projectpragati13@tipsons.com
Investor Grievance Email: igr@tipsons.com
Website: www.tipsons.com
Contact Person: Digesh Shah
Compliance Officer: Divyani Koshta
SEBI Registration No.: INM000011849
CIN: U74140GJ2010PTC062799

Banker to the Company

ICICI Bank Limited
ICICI Bank Limited, ICICI Bank Towers,
Bandra Kurla Complex,
Bandra, Mumbai- 400 051
Maharashtra, India
Tel: +91 22 2653 7441
Fax: +91 22 2653 1122
Contact Person: Bhushan Pande
Email: bhushan.pande@icici.bank.in
Website: https://www.icici.bank.in

Debenture Trustee

Beacon Trusteeship Limited
5W, 5th Floor, The Metropolitan,
E Block, Bandra Kurla Complex, Bandra (East),
Mumbai - 400051, Maharashtra, India
Tel: 022 4606 0278
Email: compliance@beacontrustee.co.in
Website: www.beacontrustee.co.in/
Investor Grievance Email: investorgrievances@beacontrustee.co.in
Contact Person: Mr. Ritobrata Mitra
Compliance Officer: Mr. Ritobrata Mitra
SEBI Registration No: IND000000569
CIN: L74999MH2015PLC271288

Beacon Trusteeship Limited has, pursuant to Regulation 8 of SEBI NCS Regulations, by its letter dated May 20, 2026, bearing reference number BTL/DEB-R/CL/26-27/45 given its consent for its appointment as Debenture Trustee. A copy of letter from Beacon Trusteeship Limited conveying their consent to act as trustees for the NCD Holders is annexed as Annexure B to this Draft Prospectus. Please refer to the following link to access the executed debenture trustee agreement dated May 20, 2026: https://cdn1.edelweissfin.com/wp-content/uploads/2026/05/DEBENTURE-TRUSTEE-AGREEMENT-MAY-20-2026.pdf

All the rights and remedies of the NCD Holders under the Issue shall vest in and shall be exercised by the appointed Debenture Trustee for the Issue without having it referred to the NCD Holders. All investors under the Issue are deemed to have irrevocably given their authority and consent to the Debenture Trustee so appointed by the Issuer for the Issue to act as their trustee and for doing such acts and signing such documents to carry out their duty in such capacity. Any payment by the Issuer to the NCD Holders/Debenture Trustee, as the case maybe, shall, from the time of making such payment, completely and irrevocably discharge the Issuer from any liability to the NCD Holders to that extent.

For details on the terms of the Debenture Trust Deed see, "*Issue Related Information*" beginning on page 334.

Registrar to the Issue

KFin Technologies Limited
Selenium Tower-B, Plot 31 & 32
Gachibowli Financial District,
Nanakramguda, Serilingampally,
Hyderabad, Telangana, India 500 032
Tel: +91 40 6716 2222/18003094001
Fax: +91 40 6716 1563
Email: efsl.ncdipo@kfintech.com
Investor Grievance Email: einward.ris@kfintech.com
Website: www.kfintech.com
Compliance Officer: Manju Anand
Contact Person: M. Murali Krishna
SEBI Registration Number: INR000000221
CIN: L72400MH2017PLC444072

KFin Technologies Limited, has by its letter dated May 18, 2026 given its consent for its appointment as Registrar to the Issue and for its name to be included in the Prospectus and this Draft Prospectus and in all the subsequent periodical communications sent to the holders of the NCDs issued pursuant to the Issue.

Statutory Auditor

M/s Nangia & Co. LLP., Chartered Accountants
4th Floor, Iconic Tower, Urmi Estate,
95 Ganpatrao Kadam Marg,
Lower Parel (West),
Mumbai – 400 013,
Maharashtra, India
Tel: +91 22 4474 3400
Email: info@nangia.com
Firm Registration Number: 002391C/N500069
Contact Person: Rakesh Nangia / Jaspreet Singh Bedi

Appointment of Nangia & Co. LLP., Chartered Accountants has been approved by the Board of Directors of the Issuer on August 4, 2023 and by the members of the Issuer at the annual general meeting held on September 26, 2023.

Industry Report Provider

Care Analytics and Advisory Private Limited
Office No. 401-402, 4th floor, Godrej Coliseum,
Somaiya Hospital Road, Off Eastern Express Highway,
Mumbai, 400 022
Tel: +91-22-68374400
Email: vikram.thirani@careedge.in
CIN: U74210MH1999PTC118349
Contact Person: Vikram Thirani

Credit Rating Agency

Crisil Ratings Limited
Lightbridge IT Park
Saki Vihar Road, Andheri East,
Mumbai, Maharashtra, 400072
Tel: + 91 22 6137 3000
Email: crisilratingdesk@crisil.com
Website: www.crisilratings.com
Contact Person: Ajit Velonie
SEBI Registration No: IN/CRA/001/1999
CIN: U67100MH2019PLC326247

Details of Credit Rating and Rationale

The NCDs proposed to be issued under the Issue have been rated "Crisil A+/Stable" (pronounced as "Crisil A+ Rating" with stable outlook) for an amount of ₹ 12,000 million by Crisil vide their rating letter dated May 13,

2026 read with the rating rationale dated January 9, 2026. Securities with these ratings are considered to have adequate degree of safety regarding timely servicing of financial obligations. Such securities carry low credit risk. The rating given by the Credit Rating Agency is valid as on the date of this Draft Prospectus and shall remain valid until the rating is revised or withdrawn. The rating is not a recommendation to buy, sell or hold securities and investors should take their own decision. The rating may be subject to revision or withdrawal at any time by the assigning rating agency and each rating should be evaluated independently of any other rating. The rating agency has a right to suspend or withdraw the rating at any time on the basis of factors such as new information. Please refer to Annexure A of this Draft Prospectus for the rating letter, rationale and/or press release of the above ratings. There are no unaccepted ratings and any other ratings other than as specified in this Draft Prospectus.

Disclaimer clause of Crisil

Crisil has taken due care and caution in preparing the rating rationale dated January 9, 2026 and rating letter dated, May 13, 2026, and its consents or any extract thereof (collectively, "**Material**"), based on the information provided by its client and / or obtained by Crisil from sources which it considers reliable. A rating by Crisil reflects its current opinion on the likelihood of timely payment of the obligations under the rated instrument and does not constitute an audit of the rated entity by Crisil. Crisil does not guarantee the completeness or accuracy of the information on which the rating is based. A rating by Crisil is not a recommendation to buy, sell, or hold the rated instrument; it does not comment on the market price or suitability for a particular investor. The Material is not a recommendation to invest / disinvest in any entity covered therein and no part of the it should be construed as an expert advice or investment advice or any form of investment banking within the meaning of any law or regulation. Crisil especially states that it has no liability whatsoever to the subscribers / users / transmitters/ distributors of the Material. Without limiting the generality of the foregoing, nothing in the Material is to be construed as Crisil providing or intending to provide any services in jurisdictions where Crisil does not have the necessary permission and/or registration to carry out its business activities in this regard. The Issuer will be responsible for ensuring compliances and consequences of non-compliances for use of the Material or part thereof outside India. Current rating status and Crisil's rating criteria are available without charge to the public on the website, www.crisilratings.com. For the latest rating information on any instrument of any company rated by Crisil Ratings, please contact Customer Service Helpdesk.

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Legal Advisor to the Issue

JSA Advocates & Solicitors
One Lodha Place, 27th Floor,
Senapati Bapat Marg, Lower Parel,
Mumbai 400013, Maharashtra, India
Tel: +91 22 43418900
Fax: +91 22 43418917
Email: JSA-ProjectPragati@jsalaw.com
Website: https://www.jsalaw.com

Impersonation

As a matter of abundant precaution, attention of the investors is specifically drawn to the provisions of sub-Section (1) of Section 38 of the Companies Act, 2013, relating to punishment for fictitious applications. Section 38(1) of the Companies Act, 2013 provides that:

"Any person who —

(a) makes or abets making of an application in a fictitious name to a company for acquiring, or subscribing for, its securities; or

(b) makes or abets making of multiple applications to a company in different names or in different combinations of hisname or surname for acquiring; or

(c) subscribing for its securities; or

(d) otherwise induces directly or indirectly a company to allot, or register any transfer of, securities to him, or to anyother person in a fictitious name, shall be liable for action under Section 447."

The liability prescribed under Section 447 of the Companies Act 2013 for fraud involving an amount of at least ₹ 1 million or 1.00% of the turnover of the Issuer, whichever is lower, includes imprisonment for a term which shall not be less than six months extending up to 10 years (provided that where the fraud involves public interest, such term shallnot be less than three years) and fine of an amount not less than the amount involved in the fraud, extending up to three times of such amount. In case the fraud involves (i) an amount which is less than ₹ 1 million or 1.00% of the turnover of the Issuer, whichever is lower; and (ii) does not involve public interest, then such fraud is punishable with an imprisonment for a term extending up to five years or a fine of an amount extending up to ₹ 5 million or with both.

Underwriting

The Issue is not underwritten.

Arrangers to the Issue

There are no arrangers to the Issue.

Guarantor to the Issue

There are no guarantors to the Issue.

Inter-se allocation of Responsibility

The following table sets forth the responsibilities for various activities by the Lead Managers for the Issue:

No	Activities	Responsibility	Coordinator
1.	• Due diligence of Company's operations/ management/ business plans/ legal etc. • Drafting and designing of the offering document. (The Managers shall ensure compliance with stipulated requirements and completion of prescribed formalities with the Stock Exchange, RoC and SEBI including finalization of Offering Document and RoC filing). Prospectus, and Draft Prospectus (together "**Offer Documents**") • Coordination with the Stock Exchange for in-principle approval	TIAPL & TCSPL	TIAPL
2.	Structuring of various issuance options with relative components and formalities etc.	TIAPL & TCSPL	TIAPL
3.	Co-ordination with auditors for auditor deliverables and co-ordination with lawyers for legal opinion	TIAPL & TCSPL	TIAPL
4.	Appointment of other intermediaries viz., Registrar, Debenture Trustee, Consortium/Syndicate Members, printer, advertising agency and Public Issue Bank, Refund Bank and Sponsor Bank.	TIAPL & TCSPL	TIAPL
5.	• Coordination with the printer for designing and finalization of Offer Documents, Application Form including memorandum containing salient features of the Offer Documents. • Drafting and approval of statutory advertisement	TIAPL & TCSPL	TIAPL
6.	Drafting and approval of all publicity material (excluding statutory advertisement as mentioned in 5 above) including print and online advertisement, outdoor advertisement including brochures, banners, hoardings etc.	TIAPL & TCSPL	TIAPL
7.	Preparation of road show presentation, FAQs	TIAPL & TCSPL	TCSPL
8.	Marketing strategy which will cover, inter alia: • Deciding on the quantum of the Issue material and follow-up on distribution of publicity and Issue material including Application Forms, Offer Documents, posters, banners, etc.	TIAPL, TCSPL & NWML[#]	TIAPL & NWML[#]

No	Activities	Responsibility	Coordinator
	• Finalise collection centres; • Coordinate with Registrar for collection of Application Forms by ASBA banks; • Finalisation of list and allocation of institutional investors for one on one meetings.		
9.	Domestic institutions/banks/mutual funds marketing strategy: • Finalize the list and division of investors for one on one meetings, institutional allocation	TIAPL, TCSPL & NWML[#]	TIAPL & NWML[#]
10.	Non-institutional marketing strategy which will cover, inter alia: • Finalize media, marketing and public relation strategy and publicity budget • Finalize centers for holding conferences for brokers, etc.	TIAPL, TCSPL & NWML[#]	TIAPL & NWML[#]
11.	Coordination with the Stock Exchange for the bidding software	TIAPL & TCSPL	TIAPL
12.	Coordination for security creation by way of execution of Debenture Trust Deed	TIAPL & TCSPL	TIAPL
13.	Post-issue activities including - • Co-ordination with Bankers to the Issue for management of Public Issue Account(s), Refund Account and any other account and • Allotment resolution	TIAPL & TCSPL	TIAPL
14.	• Drafting and finalization of post issue stationery items like, allotment and refund advice, etc.; • Coordination for generation of International Securities Identification Number (ISINs); • Corporate action for dematerialized credit /delivery of securities; • Coordinating approval for listing and trading of securities; and • Redressal of investor grievances in relation to post issue activities.	TIAPL & TCSPL	TIAPL

[#] *Nuvama Wealth Management Limited is deemed to be our associate including Regulation 21A of the Securities and Exchange Board of India (Merchant Bankers) Regulations, 1992, as amended (Merchant Bankers Regulations). Further, in compliance with the provisions of Regulation 21A and explanation to Regulation 21A of the Merchant Bankers Regulations, Nuvama Wealth Management Limited would be involved only in marketing of the Issue and as per Regulation 25 (3) of SEBI NCS Regulations and shall not issue a due diligence certificate.*

Minimum subscription

In terms of the SEBI NCS Regulations, for an issuer undertaking a public issue of debt securities the minimum subscription for public issue of debt securities shall be 75% of the Base Issue Size i.e. ₹ 1,125 million. If the Issuer does not receive the minimum subscription of 75% of Base Issue Size, prior to the Issue Closing Date, the entire Application Amount shall be unblocked in the relevant ASBA Account(s) of the Applicants within 2 (two) Working Days from the Issue Closing Date or such time as may be specified by SEBI, failing which the Issuer will become liable to refund the Application Amount along with interest at the rate 15% (fifteen per cent) per annum for the delayed period.

Under Section 39(3) of the Companies Act, 2013 and Rule 11(2) of the Companies (Prospectus and Allotment of Securities) Rules, 2014 if the stated minimum subscription amount is not received within the specified period, the application money received is to be credited only to the bank account from which the subscription was remitted. To the extent possible, where the required information for making such refunds is available with the Issuer and/or Registrar, refunds will be made to the account prescribed. However, where the Issuer and/or Registrar does not have the necessary information for making such refunds, the Issuer and/or Registrar will follow the guidelines prescribed by SEBI in this regard including in the SEBI NCS Master Circular.

Designated Intermediaries

Self-Certified Syndicate Bank

The list of banks that have been notified by SEBI to act as the SCSBs for the ASBA process is provided on the website of SEBI at https://www.sebi.gov.in/sebiweb/other/OtherAction.do?doRecognisedFpi=yes&intmId=44, as updated from time to time. For a list of branches of the SCSBs named by the respective SCSBs to receive the ASBA Forms from the Designated Intermediaries, refer to the above-mentioned link.

In relation to Bids submitted under the ASBA process to a member of the Syndicate, the list of branches of the SCSBs at the Specified Locations named by the respective SCSBs to receive deposits of the ASBA Forms from the Members of the Syndicate is available on the website of SEBI: https://www.sebi.gov.in/sebiweb/other/OtherAction.do?doRecognisedFpi=yes&intmId=44 and updated from time to time. For more information on such branches collecting Bid cum Application Forms from the Syndicate at Specified https://www.sebi.gov.in/sebiweb/other/OtherAction.do?doRecognisedFpi=yes&intmId=44.

Syndicate SCSB Branches

In relation to Applications submitted to a member of the Syndicate, the list of branches of the SCSBs at the Specified Locations named by the respective SCSBs to receive deposits of Application Forms from the Members of the Syndicate is available on the website of the SEBI (http://www.sebi.gov.in/sebiweb/other/OtherAction.do?doRecognised=yes) and updated from time to time or any such other website as may be prescribed by SEBI from time to time. For more information on such branches collecting Application Forms from the Syndicate at Specified Locations, see the website of the SEBI (http://www.sebi.gov.in/sebiweb/other/OtherAction.do?doRecognised=yes) as updated from time to time or any such other website as may be prescribed by SEBI from time to time.

Broker Centres/ Designated CDP Locations/ Designated RTA Locations

In accordance with SEBI circular No. CIR/CFD/14/2012 dated October 4, 2012 and CIR/CFD/POLICYCELL/11/2015 dated November 10, 2015, Applicants can submit the Application Forms with the Registered Brokers at the Broker Centres, CDPs at the Designated CDP Locations or the RTAs at the Designated RTA Locations, respective lists of which, including details such as address and telephone number,

are available at the website of the Stock Exchange at www.bseindia.com. The list of branches of the SCSBs at the Broker Centres, named by the respective SCSBs to receive deposits of the Application Forms from the Registered Brokers will be available on the website of the SEBI (www.sebi.gov.in) and updated from time to time.

CRTAs / CDPs

The list of the CRTAs and CDPs, eligible to accept Applications in the Issue, including details such as postal address, telephone number and email address, are provided on the website of BSE for CRTAs and CDPs, as updated from time to time.

Utilisation of Issue proceeds

For details on utilisation of Issue proceeds see, "*Terms of the Issue*" beginning on page 344.

Issue Program*

ISSUE OPENING DATE	As specified in the Prospectus.
ISSUE CLOSING DATE	As specified in the Prospectus.
PAY IN DATE	Application Date. The entire Application Amount is payable on Application
DEEMED DATE OF ALLOTMENT	The date on which the Board of Directors/or the Debenture Fund Raising Committee approves the Allotment of the NCD for the Issue or such date as may be determined by the Board of Directors/ or the Debenture Fund Raising Committee to the Stock Exchange. The actual Allotment of NCDs may take place on a date other than the Deemed Date of Allotment. All benefits relating to the NCDs including interest on NCDs shall be available to the NCD Holders from the Deemed Date of Allotment.

**The Issue shall remain open for subscription on Working Days from 10:00 a.m. to 5:00 p.m. (Indian Standard Time) during the period indicated above, except that the Issue may close on such earlier date or extended date (subject to a minimum period of 2 (two) working days and a maximum period of 10 (ten) working days from the date of opening of the Issue) as may be decided by the Board of Directors of the Issuer or the Debenture Fund Raising Committee, thereof subject to relevant approvals.*

Pursuant to Regulation 33A of the SEBI NCS Regulations, (i) the Issue shall be kept open for a minimum of 2 (two) Working Days and a maximum of 10 (ten) Working Days, (ii) in case of a revision in the price band or yield, the Issuer shall extend the Issue Period for a minimum period of one working day, provided that it shall not exceed the maximum number of days, as provided above in (i), and (iii) in case of force majeure, banking strike or similar circumstances, the Issuer may, for reasons to be recorded in writing, extend the Issue Period, provided that it shall not exceed the maximum number of days, as provided above in (i).

In the event of an early closure or extension of the Issue, the Issuer shall ensure that notice of the same is provided to the prospective investors through an advertisement in a daily national newspaper with wide circulation and a regional daily at the place where the registered office of the Issue is situated on or before such earlier or extended date of Issue closure. On the Issue Closing Date, the Application Forms will be accepted only between 10:00 am and 3:00 pm and upload until 5:00 p.m. (Indian Standard Time) or such extended time as may be permitted by BSE.

*Applications Forms for the Issue will be accepted only from 10:00 am to 5:00 pm (Indian Standard Time) ("**Bidding Period**") or such extended time as may be permitted by the BSE on Working Days during the Issue Period. On the Issue Closing Date, Application Forms will be accepted only between 10:00 am to 3:00 pm and uploaded or modified (in case of submitted bids) until 5:00 pm (Indian Standard Time) or such extended time as may be permitted by the BSE. It is clarified that the Applications not uploaded on the Stock Exchange(s) Platform would be rejected. Further, pending mandate requests for bids placed on the last day of bidding will be validated by 5:00 pm on the Issue Closing Date.*

Due to limitation of time available for uploading the Applications on the Issue Closing Date, Applicants are advised to submit their Application Forms one day prior to the Issue Closing Date and, no later than 3.00 pm (Indian Standard Time) on the Issue Closing Date. Applicants are cautioned that in the event a large number of Applications are received on the Issue Closing Date, there may be some Applications which are not uploaded due

to lack of sufficient time to upload. Such Applications that cannot be uploaded will not be considered for allocation under the Issue. Neither the Issuer, nor the Lead Managers, nor any Member of the Syndicate, Registered Brokers at the Broker Centres, CDPs at the Designated CDP Locations or the RTAs at the Designated RTA Locations or designated branches of SCSBs are liable for any failure in uploading the Applications due to *failure in any software/ hardware systems or otherwise. Please note that the Basis of Allotment under the Issue will be on date priority basis except on the day of oversubscription and thereafter, if any, where the Allotment will be proportionate, in accordance with SEBI NCS Master Circular. For further details please refer to the section titled "General Information" on page 70.*

CAPITAL STRUCTURE

Details of share capital

The share capital of the Issuer as on March 31, 2026, is set forth below:

Share Capital	(in ₹)
AUTHORISED SHARE CAPITAL	
1,230,000,000 Equity Shares of ₹ 1 each	1,230,000,000
4,000,000 Preference Shares of ₹ 5 each	20,000,000
Total Authorised Share Capital	1,250,000,000
ISSUED, SUBSCRIBED AND PAID-UP SHARE CAPITAL	
946,531,653 Equity Shares of ₹ 1 each fully paid up	94,65,31,653

Note: Securities Premium account as of March 31, 2026, was ₹ 32,806.38 million.
Note: There will be no change in the capital structure and securities premium account due to the issue and allotment of the NCDs.

Details of change in capital structure of the Issuer for last three financial years and current financial year:

Date of change (Annual General Meeting/ Extraordinary General Meeting)	(in ₹)
NA	NA

There have been no changes in authorized share capital of the Issuer in the last three financial years and the current financial year.

Issue of Equity Shares for consideration other than cash for the preceding three financial years and current financial year:

The Issuer has not issued any Equity Shares in the preceding three financial years and current financial year for consideration other than cash.

Changes in the Equity Share capital of the Issuer in the preceding three financial years and current financial year:

Date of allotment	Nature of allotment	Number of Equity Shares allotted	Face value (₹)	Issue price per Equity Share (₹)	Consideration	Cumulative no. of Shares	Cumulative Equity Share Capital (₹)	Cumulative Equity Share Premium (in ₹)
September 7, 2023	Allotment pursuant to ESOP scheme	79,750	1	27.45	Cash	94,33,55,026	94,33,55,026	31,70,27,60,030.30
October 17, 2023	Allotment pursuant to ESOP scheme	2,91,000	1	27.45	Cash	94,36,46,026	94,36,46,026	31,71,04,56,980.30
November 23, 2023	Allotment pursuant to ESOP scheme	12,500	1	27.45	Cash	94,36,58,526	94,36,58,526	31,71,07,87,605.30
		76,250		60.25		94,37,34,776	94,37,34,776	31,71,53,05,417.80
December 20, 2023	Allotment pursuant to ESOP scheme	11,000	1	27.45	Cash	94,37,45,776	94,37,45,776	31,71,55,96,367.80
		18,750		52.36		94,37,64,526	94,37,64,526	31,71,65,59,367.80
January 17, 2024	Allotment pursuant to	11,850	1	27.45	Cash	94,37,76,376	94,37,76,376	31,71,68,72,800.30
		3,750		76.77		94,37,80,126	94,37,80,126	31,71,71,56,937.80

Date of allotment	Nature of allotment	Number of Equity Shares allotted	Face value (₹)	Issue price per Equity Share (₹)	Consideration	Cumulative no. of Shares	Cumulative Equity Share Capital (₹)	Cumulative Equity Share Premium (in ₹)
	ESOP scheme							
March 18, 2024	Allotment pursuant to ESOP scheme	4,900	1	27.45	Cash	94,37,85,026	94,37,85,026	31,71,72,86,542.80
May 16, 2024	Allotment pursuant to ESOP scheme/ SAR	9,250	1	27.45	Cash	94,37,94,276	94,37,94,276	31,71,75,31,205.30
		37,500		52.36		94,38,31,776	94,38,31,776	31,71,94,57,205.30
		32,797		1.00		94,38,64,573	94,38,64,573	31,71,94,57,205.30
July 2, 2024	Allotment pursuant to ESOP scheme	18,750	1	27.45	Cash	94,38,83,323	94,38,83,323	31,71,99,53,142.80
		77,050		76.77		94,39,60,373	94,39,60,373	31,72,57,91,221.30
August 6, 2024	Allotment pursuant to ESOP scheme	7,500	1	27.45	Cash	94,39,67,873	94,39,67,873	31,72,59,89,596.30
September 17, 2024	Allotment pursuant to ESOP scheme	1,07,750	1	27.45	Cash	94,40,75,623	94,40,75,623	31,72,88,39,583.80
		1,250		60.25		94,40,76,873	94,40,76,873	31,72,89,13,646.30
		75,000		68.31		94,41,51,873	94,41,51,873	31,73,39,61,896.30
		62,275		76.77		94,42,14,148	94,42,14,148	31,73,86,80,473.05
October 22, 2024	Allotment pursuant to ESOP scheme/ SAR	1,94,294	1	1	Cash	94,44,08,442	94,44,08,442	31,73,86,80,473.05
		2,21,750		27.45		94,46,30,192	94,46,30,192	31,74,45,45,760.55
		99,250		76.77		94,47,29,442	94,47,29,442	31,75,20,65,933.05
		3,125		85.23		94,47,32,567	94,47,32,567	31,75,23,29,151.80
November 21, 2024	Allotment pursuant to ESOP scheme/ SAR	126,752	1	1	Cash	94,48,59,319	94,48,59,319	31,75,23,29,151.80
		43,225		76.77		944,902,544	944,902,544	31,755,604,310.05
		77,500		27.45		944,980,044	944,980,044	31,757,654,185.05
December 6, 2024	Allotment pursuant to ESOP schemes/ SAR	15,408	1	1	Cash	94,49,95,452	94,49,95,452	31,757,654,185.05
		7,750		27.45		94,50,03,202	94,50,03,202	31,757,859,172.55
		5000		77.42		94,50,08,202	94,50,08,202	31,758,241,272.55
		6,375		76.77		94,50,14,577	94,50,14,577	31,758,724,306.30
January 02, 2025	Allotment pursuant to ESOP Schemes/ SAR	60479	1	1	Cash	945,075,056	945,075,056	31,758,724,306.30
		2750		27.45		945,077,806	945,077,806	31,758,797,043.80
		8125		76.77		945,085,931	945,085,931	31,759,412,675.05
February 11, 2025	Allotment pursuant to ESOP schemes/ SAR	534545	1	1	Cash	945,620,476	945,620,476	31,759,412,675.05
		147000		27.45		945,767,476	945,767,476	31,763,300,825.05
		62500		76.77		945,829,976	945,829,976	31,768,036,450.05
March 13, 2025	Allotment pursuant to ESOP scheme	1,750	1	27.45	Cash	945,831,726	945831726	31,768,082,737.55
May 02, 2025	Allotment pursuant to ESOP	15,500	1	27.45	Cash	945,847,226	945,847,226	31,768,492,712.55
		6,250		76.77		945,853,476	945,853,476	31,768,966, 275.05

Date of allotment	Nature of allotment	Number of Equity Shares allotted	Face value (₹)	Issue price per Equity Share (₹)	Consideration	Cumulative no. of Shares	Cumulative Equity Share Capital (₹)	Cumulative Equity Share Premium (in ₹)
	scheme							
June 18, 2025	Allotment pursuant to ESOP schemes / SAR	31,419	1	1	Cash	945,884,895	945,884,895	31,768,966,275.05
		4,000		27.45		945,888,895	945,888,895	31,769,072,075.05
		84,475		76.77		945,973,370	945,973,370	31,775,472,745.80
August 18, 2025	Allotment pursuant to ESOP schemes / SA	74,934	1	1	Cash	946,048,304	946,048,304	31,775,472,745.80
		1,750		27.45		946,050,054	946,050,054	31,775,519,033.30
September 18 2025	Allotment pursuant to ESOP Scheme / SAR	15,249	1	1	Cash	94,60,65,303	94,60,65,303	31,77,55,19,033.30
		25,000		27.45		94,60,90,303	94,60,90,303	31,77,61,80,283.30
October 30, 2025	Allotment pursuant to ESOP schemes / SAR	3,05,683	1	1	Cash	94,63,95,986	94,63,95,986	31,77,61,80,283.30
		62,000		27.45		94,64,57,986	94,64,57,986	31,77,78,20,183.30
November 19, 2025	Allotment pursuant to SAR	15,338	1	1	Cash	94,64,73,324	94,64,73,324	31,77,78,20,183.30
January 20, 2026	Allotment pursuant to ESOP schemes	5,300	1	27.45	Cash	94,64,78,624	94,64,78,624	31,77,79,60,368.30
March 20, 2026	Allotment pursuant to SAR	53,029	1	1	Cash	94,65,31,653	94,65,31,653	31,77,79,60,368.30

Shareholding pattern of the Issuer on March 31, 2026

The table below presents the shareholding pattern of the Issuer as on March 31, 2026.

Table I - Summary Statement holding of specified securities

Category	Category of shareholder	Nos. of shareholders	No. of fully paid up equity shares held	No. of Partly paid-up equity shares held	No. of shares underlying Depository Receipts	Total nos. shares held	Shareholding as a % of total no. of shares (calculated as per SCRR, 1957)	Number of Voting Rights held in each class of securities				No. Of Outstanding ESOP Granted	No. of Shares Underlying Outstanding convertible securities (including Warrants, ESOP, Convertible Securities etc.))	Shareholding , as a % assuming full conversion of convertible securities (as a percentage of diluted share capital)	Number of Locked in shares		Number of Shares pledged or otherwise encumbered		Number of equity shares held in dematerialised form
								No of Voting Rights			Total as a % of (A+B+C)				No. (a)	As a % of total Shares held(b)	No. (a)	As a % of total Shares held(b)	
								Class eg: X	Class eg: y	Total									
(I)	(II)	(III)	(IV)	(V)	(VI)	(VII) = (IV)+(V)+ (VI)	(VIII) As a % of (A+B+C2)	(IX)				(X)	(XI)	(XII)= (VII)+(X) As a % of (A+B+C2)	(XIII)		(XV)		(XV)
(A)	Promoter & Promoter Group	9	305308981	0	0	305308981	32.26	305308981	0	305308981	32.26	0	0	32.00	0	0	27166000	8.90	305308981
(B)	Public	375465	641222672	0	0	641222672	67.74	641222672	0	641222672	67.74	7682656	648905328	68.00	0	0	0	0	640647242
(C)	Non Promoter - Non Public	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
(C1)	Shares Underlying DRs	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	-
(C2)	Shares Held By Employee Trust	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
	Total	**37547**	**946531653**	**0**	**0**	**946531653**	**100.00**	**946531653**	**0**	**946531653**	**100.00**	**0**	**648905328**	**100.00**	**0**	**0**	**27166000**	**2.87**	**945956223**

Note: Certain Shares held by Promoter(s) are encumbered.

Table II - Statement showing shareholding pattern of the Promoter and Promoter Group

	Category & Name of the shareholders	Nos. of shareholders	No. of fully paid up equity shares held	Partly paid-up equity shares held	No. of shares underlying Depository Receipts	Total nos. shares held	Shareholding % calculated as per SCRR, 1957 As a % of (A+B+C2)	Number of Voting Rights held in each class of securities				No. of Shares Underlying Outstanding convertible securities (including Warrants, ESOP, Convertible Securities etc.)	Shareholding, as a % assuming full conversion of convertible securities (as a percentage of diluted share capital)	Number of Locked in shares		Number of Shares pledged or otherwise encumbered		Number of equity shares held in dematerialised form
								No of Voting Rights			Total as a % of (A+B+C)			No. (a)	As a % of total Shares held(b)	No. (a)	As a % of total Shares held(b)	
								Class eg: X	Class eg: y	Total								
	(I)	(III)	(IV)	(V)	(VI)	(VII) = (IV)+(V) + (VI)	(VIII) As a % of (A+B+C2)	(IX)				(X)	(XI)= (VII)+(X) As a % of (A+B+C2)	(XII)		(XIII)		(XIV)
1	**Indian**																	
(a)	**Individuals / Hindu Undivided Family**	6	262408981	0	0	262408981	27.72	262408981	0	262408981	27.72	0	27.72	0	0	27166000	10.35	262408981
	Rashesh Chandrakant Shah	-	156620595	0	0	156620595	16.55	156620595	0	156620595	16.55	0	16.55	0	0	0	0	156620595
	Venkatchalam A Ramaswamy	-	44516029	0	0	44516029	4.70	44516029	0	44516029	4.70	0	4.70	0	0	15183000	34.11	44516029
	Vidya Rashesh Shah	-	35297357	0	0	35297357	3.73	35297357	0	35297357	3.73	0	3.73	0	0	0	0	35297357
	Aparna T Chandrashekar	-	24000000	0	0	24000000	2.54	24000000	0	24000000	2.54	0	2.54	0	0	11983000	49.93	24000000
	Sneha Sripad Desai	-	1025000	0	0	1025000	0.11	1025000	0	1025000	0.11	0	0.11	0	0	0	0	1025000
	Shilpa Urvish Mody	-	950000	0	0	950000	0.10	950000	0	950000	0.10	0	0.10	0	0	0	0	950000
	Arakoni Venkatachalam Ramaswamy	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	Kaavya Venkat Arakoni	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	Neel Rashesh Shah	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
(b)	**Central Government / State Government(s)**	0	0	0	0	0	0.00	0	0	0	0.00	0	0.00	0	0	0	0	0
(c)	**Financial Institutions / Banks**	0	0	0	0	0	0.00	0	0	0	0.00	0	0.00	0	0	0	0	0
(d)	**Any Other (Specify)**	2	41950000	0	0	41950000	4.43	41950000	0	41950000	4.43	0	4.43	0	0	0	0	41950000
	Bodies Corporate/Trust	2	41950000	0	0	41950000	4.43	41950000	0	41950000	4.43	0	4.43	0	0	0	0	41950000
	Mabella Trustee Services Private Limited (on behalf of	-	38750000	0	0	38750000	4.09	38750000	0	38750000	4.09	0	4.09	0	0	0	0	38750000

	Category & Name of the shareholders	Nos. of shareholders	No. of fully paid up equity shares held	Partly paid-up equity shares held	No. of shares underlying Depository Receipts	Total nos. shares held	Shareholding % calculated as per SCRR, 1957 As a % of (A+B+C2)	Number of Voting Rights held in each class of securities				No. of Shares Underlying Outstanding convertible securities (including Warrants, ESOP, Convertible Securities etc.)	Shareholding, as a % assuming full conversion of convertible securities (as a percentage of diluted share capital)	Number of Locked in shares		Number of Shares pledged or otherwise encumbered		Number of equity shares held in dematerialised form
								No of Voting Rights			Total as a % of (A+B+C)			No. (a)	As a % of total Shares held(b)	No. (a)	As a % of total Shares held(b)	
								Class eg: X	Class eg: y	Total								
	(I)	(III)	(IV)	(V)	(VI)	(VII) = (IV)+(V) + (VI)	(VIII) As a % of (A+B+C2)	(IX)				(X)	(XI)= (VII)+(X) As a % of (A+B+C2)	(XII)		(XIII)		(XIV)
	M/s. Shah Family Discretionary Trust)																	
	Spire Investment Advisors LLP	-	3200000	0	0	3200000	0.34	3200000	0	3200000	0.34	0	0.34	0	0	0	0	3200000
	Sub Total (A)(1)	8	304358981	0	0	304358981	32.16	304358981	0	304358981	32.16	0	32.16	0	0	27166000	8.93	304358981
2	**Foreign**																	
(a)	**Individuals (Non-Resident Individuals / Foreign Individuals)**	2	950000	0	0	950000	0.10	950000	0	950000	0.10	0	0.10	0	0	0	0	950000
	Sejal Premal Parekh	-	950000	0	0	950000	0.10	950000	0	950000	0.10	0	0.10	0	0	0	0	950000
	Avanti Rashesh Shah	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
(b)	**Government**	0	0	0	0	0	0.00	0	0	0	0.00	0	0.00	0	0	0	0	0
(c)	**Institutions**	0	0	0	0	0	0.00	0	0	0	0.00	0	0.00	0	0	0	0	0
(d)	**Foreign Portfolio Investor**	0	0	0	0	0	0.00	0	0	0	0.00	0	0.00	0	0	0	0	0
(e)	**Any Other (Specify)**	0	0	0	0	0	0.00	0	0	0	0.00	0	0.00	0	0	0	0	0
	Sub Total (A)(2)	1	950000	0	0	950000	0.10	950000	0	950000	0.10	0	0.10	0	0	0	0	950000
	Total Shareholding Of Promoter And Promoter Group (A)= (A)(1)+(A)(2)	**9**	**305308981**	**0**	**0**	**305308981**	**32.26**	**305308981**	**0**	**305308981**	**32.26**	**0**	**32.26**	**0**	**0**	**27166000**	**8.90**	**305308981**

Table III - Statement showing shareholding pattern of the Public shareholder

	Category & Name of the shareholders	Nos. of shareholders	No. of fully paid up equity shares held	Partly paid-up equity shares held	No. of shares underlying Depository Receipts	Total nos. shares held	Shareholding % calculated as per SCRR, 1957 As a % of (A+B+C2)	Number of Voting Rights held in each class of securities				No. of Shares Underlying Outstanding convertible securities (including Warrants, ESOP, Convertible Securities etc.)	Shareholding , as a % assuming full conversion of convertible securities (as a percentage of diluted share capital)	Number of Locked in shares		Number of Shares pledged or otherwise encumbered		Number of equity shares held in dematerialised form
								No of Voting Rights			Total as a % of (A+B+C)			No. (a)	As a % of total Shares held(b)	No. (a)	As a % of total Shares held(b)	
								Class eg: X	Class eg: y	Total								
	(I)	(III)	(IV)	(V)	(VI)	(VII) = (IV)+(V)+ (VI)	(VIII) As a % of (A+B+C2)	(IX)				(X)	(XI)= (VII)+(X) As a % of (A+B+C2)	(XII)		(XIII)		(XIV)
1	**Institutions**																	
(a)	**Mutual Fund**	9	9599265	0	0	9599265	1.01	9599265	0	9599265	1.01	0	1.01	0	0	0	0	9599265
(b)	**Venture Capital Funds**	0	0	0	0	0	0.00	0	0	0	0.00	0	0.00	0	0	0	0	0
(c)	**Alternate Investment Funds**	30	26714082	0	0	26714082	2.82	26714082	0	26714082	2.82	0	2.82	0	0	0	0	26714082
(d)	**Banks**	1	531	0	0	531	0.00	531	0	531	0.00	0	0.00	0	0	0	0	531
(e)	**Insurance Companies**	1	24282094	0	0	24282094	2.57	24282094	0	24282094	2.57	0	2.57	0	0	0	0	24282094
	Life Insurance Corporation Of India		24282094	0	0	24282094	2.57	24282094	0	24282094	2.57	0	2.57	0	0	0	0	24282094
(f)	**Provident Funds/ Pension Funds**	0	0	0	0	0	0.00	0	0	0	0.00	0	0.00	0	0	0	0	0
(g)	**Asset Reconstruction Companies**	0	0	0	0	0	0.00	0	0	0	0.00	0	0.00	0	0	0	0	0
(h)	**Sovereign Wealth Funds**	0	0	0	0	0	0.00	0	0	0	0.00	0	0.00	0	0	0	0	0
(i)	**NBFCs registered with RBI**	5	169100	0	0	169100	0.02	169100	0	169100	0.02	0	0.02	0	0	0	0	169100
(j)	**Other Financial Institutions**	1	356418	0	0	356418	0.04	356418	0	356418	0.04	0	0.04	0	0	0	0	356418
(k)	**Any Other (Specify)**	0	0	0	0	0	0.00	0	0	0	0.00	0	0.00	0	0	0	0	0
	Sub Total (B)(1)	47	61121490	0	0	61121490	6.46	61121490	0	61121490	6.46	0	6.46	0	0	0	0	61121490
2	**Institutions (Foreign)**																	

	Category & Name of the shareholders	Nos. of shareholders	No. of fully paid up equity shares held	Partly paid-up equity shares held	No. of shares underlying Depository Receipts	Total nos. shares held	Shareholding % calculated as per SCRR, 1957 As a % of (A+B+C2)	Number of Voting Rights held in each class of securities				No. of Shares Underlying Outstanding convertible securities (including Warrants, ESOP, Convertible Securities etc.)	Shareholding , as a % assuming full conversion of convertible securities (as a percentage of diluted share capital)	Number of Locked in shares		Number of Shares pledged or otherwise encumbered		Number of equity shares held in dematerialised form
								No of Voting Rights			Total as a % of (A+B+C)			No. (a)	As a % of total Shares held(b)	No. (a)	As a % of total Shares held(b)	
								Class eg: X	Class eg: y	Total								
	(I)	(III)	(IV)	(V)	(VI)	(VII) = (IV)+(V)+ (VI)	(VIII) As a % of (A+B+C2)	(IX)				(X)	(XI)= (VII)+(X) As a % of (A+B+C2)	(XII)		(XIII)		(XIV)
(a)	**Foreign Direct Investment**	0	0	0	0	0	0.00	0	0	0	0.00	0	0.00	0	0	0	0	0
(b)	**Foreign Venture Capital Investors**	0	0	0	0	0	0.00	0	0	0	0.00	0	0.00	0	0	0	0	0
(c)	**Sovereign Wealth Funds**	0	0	0	0	0	0.00	0	0	0	0.00	0	0.00	0	0	0	0	0
(d)	**Foreign Portfolio Investors Category I**	119	142180775	0	0	142180775	15.02	142180775	0	142180775	15.02	0	15.02	0	0	0	0	142180775
	College Retirement Equities Fund - Stock Account		23598415	0	0	23598415	2.49	23598415	0	23598415	2.49	0	2.49	0	0	0	0	23598415
	Pabrai Wagons Fund		14572000	0	0	14572000	1.54	14572000	0	14572000	1.54	0	1.54	0	0	0	0	14572000
	Arjuna Fund Pte. Ltd.		10156203	0	0	10156203	1.07	10156203	0	10156203	1.07	0	1.07	0	0	0	0	10156203
	Nuveen Emerging Markets Equity Fund		10091582	0	0	10091582	1.07	10091582	0	10091582	1.07	0	1.07	0	0	0	0	10091582
(e)	**Foreign Portfolio Investors Category II**	26	37969431	0	0	37969431	4.01	37969431	0	37969431	4.01	0	4.01	0	0	0	0	37969431
	1729 Capital		10582330	0	0	10582330	1.12	10582330	0	10582330	1.12	0	1.12	0	0	0	0	10582330
	The Miri Strategic Emerging Markets Fund Lp		9727526	0	0	9727526	1.03	9727526	0	9727526	1.03	0	1.03	0	0	0	0	9727526
(f)	**Overseas Depositories (holding DRs) (balancing figure)**	0	0	0	0	0	0.00	0	0	0	0.00	0	0.00	0	0	0	0	0
(g)	**Any Other (Specify)**	1	69333	0	0	69333	0.01	69333	0	69333	0.01	0	0.01	0	0	0	0	69333

	Category & Name of the shareholders	Nos. of shareholders	No. of fully paid up equity shares held	Partly paid-up equity shares held	No. of shares underlying Depository Receipts	Total nos. shares held	Shareholding % calculated as per SCRR, 1957 As a % of (A+B+C2)	Number of Voting Rights held in each class of securities				No. of Shares Underlying Outstanding convertible securities (including Warrants, ESOP, Convertible Securities etc.)	Shareholding , as a % assuming full conversion of convertible securities (as a percentage of diluted share capital)	Number of Locked in shares		Number of Shares pledged or otherwise encumbered		Number of equity shares held in dematerialised form
								No of Voting Rights			Total as a % of (A+B+C)			No. (a)	As a % of total Shares held(b)	No. (a)	As a % of total Shares held(b)	
								Class eg: X	Class eg: y	Total								
	(I)	(III)	(IV)	(V)	(VI)	(VII) = (IV)+(V)+ (VI)	(VIII) As a % of (A+B+C2)	(IX)				(X)	(XI)= (VII)+(X) As a % of (A+B+C2)	(XII)		(XIII)		(XIV)
	Foreign Institutional Investors	1	69333	0	0	69333	0.01	69333	0	69333	0.01	0	0.01	0	0	0	0	69333
	Sub Total (B)(2)	146	180219539	0	0	180219539	19.04	180219539	0	180219539	19.04	0	19.04	0	0	0	0	180219539
3	**Central Government/ State Government (s)**	0	0	0	0	0	0.00	0	0	0	0.00	0	0.00	0	0	0	0	0
(a)	**Central Government / President of India**	1	5000	0	0	5000	0.00	5000	0	5000	0.00	0	0.00	0	0	0	0	5000
(b)	**State Government / Governor**	1	2590	0	0	2590	0.00	2590	0	2590	0.00	0	0.00	0	0	0	0	2590
(c)	**Shareholding by Companies or Bodies Corporate where Central / State Government is a promoter**	0	0	0	0	0	0.00	0	0	0	0.00	0	0.00	0	0	0	0	0
	Sub Total (B)(3)	2	7590	0	0	7590	0.00	7590	0	7590	0.00	0	0.00	0	0	0	0	7590
4	**Non-Institutions**																	
(a)	**Associate companies / Subsidiaries**	0	0	0	0	0	0.00	0	0	0	0.00	0	0.00	0	0	0	0	0
(b)	**Directors and their relatives (excluding Independent Directors and nominee Directors)**	0	0	0	0	0	0.00	0	0	0	0.00	0	0.00	0	0	0	0	0
(c)	**Key Managerial Personnel**	2	121952	0	0	121952	0.01	121952	0	121952	0.01	0	0.01	0	0	0	0	121952

	Category & Name of the shareholders	Nos. of shareholders	No. of fully paid up equity shares held	Partly paid-up equity shares held	No. of shares underlying Depository Receipts	Total nos. shares held	Shareholding % calculated as per SCRR, 1957 As a % of (A+B+C2)	Number of Voting Rights held in each class of securities				No. of Shares Underlying Outstanding convertible securities (including Warrants, ESOP, Convertible Securities etc.)	Shareholding , as a % assuming full conversion of convertible securities (as a percentage of diluted share capital)	Number of Locked in shares		Number of Shares pledged or otherwise encumbered		Number of equity shares held in dematerialised form
								No of Voting Rights			Total as a % of (A+B+C)			No. (a)	As a % of total Shares held(b)	No. (a)	As a % of total Shares held(b)	
								Class eg: X	Class eg: y	Total								
	(I)	(III)	(IV)	(V)	(VI)	(VII) = (IV)+(V)+ (VI)	(VIII) As a % of (A+B+C2)	(IX)				(X)	(XI)= (VII)+(X) As a % of (A+B+C2)	(XII)		(XIII)		(XIV)
(d)	Relatives of promoters (other than 'immediate relatives' of promoters disclosed under 'Promoter and Promoter Group' category)	0	0	0	0	0	0.00	0	0	0	0.00	0	0.00	0	0	0	0	0
(e)	Trusts where any person belonging to 'Promoter and Promoter Group' category is 'trustee','beneficiary', or 'author of the trust'	0	0	0	0	0	0.00	0	0	0	0.00	0	0.00	0	0	0	0	0
(f)	Investor Education and Protection Fund (IEPF)	1	174636	0	0	174636	0.02	174636	0	174636	0.02	0	0.02	0	0	0	0	174636
(g)	i. Individual shareholders holding nominal share capital up to ₹ 2 lakhs.	355200	155497993	0	0	155497993	16.43	155497993	0	155497993	16.43	0	16.43	0	0	0	0	155477563
(h)	ii. Individual shareholders holding nominal share capital in excess of ₹ 2 lakhs.	166	125719170	0	0	125719170	13.28	125719170	0	125719170	13.28	0	13.28	0	0	0	0	125719170
(i)	Non Resident Indians (NRIs)	3343	37002571	0	0	37002571	3.91	37002571	0	37002571	3.91	0	3.91	0	0	0	0	36447571

	Category & Name of the shareholders	Nos. of shareholders	No. of fully paid up equity shares held	Partly paid-up equity shares held	No. of shares underlying Depository Receipts	Total nos. shares held	Shareholding % calculated as per SCRR, 1957 As a % of (A+B+C2)	Number of Voting Rights held in each class of securities				No. of Shares Underlying Outstanding convertible securities (including Warrants, ESOP, Convertible Securities etc.)	Shareholding , as a % assuming full conversion of convertible securities (as a percentage of diluted share capital)	Number of Locked in shares		Number of Shares pledged or otherwise encumbered		Number of equity shares held in dematerialised form
								No of Voting Rights			Total as a % of (A+B+C)			No. (a)	As a % of total Shares held(b)	No. (a)	As a % of total Shares held(b)	
								Class eg: X	Class eg: y	Total								
	(I)	(III)	(IV)	(V)	(VI)	(VII) = (IV)+(V)+ (VI)	(VIII) As a % of (A+B+C2)	(IX)				(X)	(XI)= (VII)+(X) As a % of (A+B+C2)	(XII)		(XIII)		(XIV)
	Deven Pravinchandra Waghani	-	9607496	0	0	9607496	1.02	9607496	0	9607496	1.02	0	1.02	0	0	**0**	**0**	9607496
(j)	**Foreign Nationals**	2	6001	0	0	6001	0.00	6001	0	6001	0.00	0	0.00	0	0	0	0	6001
(k)	**Foreign Companies**	1	78000	0	0	78000	0.01	78000	0	78000	0.01	0	0.01	0	0	0	0	78000
(l)	**Bodies Corporate**	1074	59409596	0	0	59409596	6.28	59409596	0	59409596	6.28	0	6.28	0	0	0	0	59409596
(m)	**Any Other (Specify)**	15481	21864134	0	0	21864134	2.31	21864134	0	21864134	2.31	0	2.31	0	0	0	0	21864134
	Trusts	14	1301175	0	0	1301175	0.14	1301175	0	1301175	0.14	0	0.14	0	0	0	0	1301175
	Body Corp-Ltd Liability Partnership	169	7529860	0	0	7529860	0.80	7529860	0	7529860	0.80	0	0.80	0	0	0	0	7529860
	Hindu Undivided Family	15231	11103902	0	0	11103902	1.17	11103902	0	11103902	1.17	0	1.17	0	0	0	0	11103902
	Clearing Member	67	1929197	0	0	1929197	0.20	1929197	0	1929197	0.20	0	0.20	0	0	0	0	1929197
	ESOP or ESOS or ESPS	0	0	0	0	0	0.00	0	0	0	0.00	7682656	0.81	0	0	0	0	0
	Sub Total (B)(4)	375270	399874053	0	0	399874053	42.25	399874053	0	399874053	42.25	7682656	42.71	0	0	0	0	399298623
	Total Public Shareholding (B)= (B)(1)+(B)(2)+(B)(3)	**375465**	**641222672**	**0**	**0**	**641222672**	**67.74**	**641222672**	**0**	**641222672**	**67.74**	**7682656**	**68.00**	**0**	**0**	**0**	**0**	**640647242**

Table IV - Statement showing shareholding pattern of the Non Promoter- Non Public shareholder

	Category & Name of the shareholders	Nos. of share holders	No. of fully paid up equity shares held	Partly paid-up equity shares held	No. of shares underlying Depository Receipts	Total nos. shares held	Shareholding % calculated as per SCRR, 1957 As a % of (A+B+C2)	Number of Voting Rights held in each class of securities				No. of Shares Underlying Outstanding convertible securities (including Warrants)	Shareholding , as a % assuming full conversion of convertible securities (as a percentage of diluted share capital)	Number of Locked in shares		Number of Shares pledged or otherwise encumbered		Number of equity shares held in dematerialised form
								No of Voting Rights			Total as a % of (A+B+C)			No. (a)	As a % of total Shares held(b)	No. (a)	As a % of total Shares held(b)	
								Class eg: X	Class eg: y	Total								
	(I)	(III)	(IV)	(V)	(VI)	(VII) = (IV)+(V)+ (VI)	(VIII) As a % of (A+B+C2)	(IX)				(X)	(XI)= (VII)+(X) As a % of (A+B+C2)	(XII)		(XIII)		(XIV)
1	Custodian/DR Holder	0	0	0	0	0	0.00	0	0	0	0.00	0	0.00	0	0	0	0	0
(a)	Employee Benefit Trust (under SEBI (Share based Employee Benefit) Regulations, 2014)	0	0	0	0	0	0.00	0	0	0	0.00	0	0.00	0	0	0	0	0
(b)	**Total Non-Promoter- Non Public Shareholding (C)= (C)(1)+(C)(2)**	**0**	**0**	**0**	**0**	**0**	**0.00**	**0**	**0**	**0**	**0.00**	**0**	**0.00**	**0**	**0**	**0**	**0**	**0**

List of top 10 holders of Equity Shares of the Issuer as on March 31, 2026:

Sr. No.	Name of Shareholder	Category of Shareholder	Total number of Equity Shares	Number of Equity Shares held in dematerialized form	Total shareholding as a % of total number of Equity Shares
1.	Rashesh Chandrakant Shah	Promoter	156,620,595*	156,620,595*	16.55 %
2.	Venkatchalam A Ramaswamy	Promoter	44,516,029	44,516,029	4.70 %
3.	Mabella Trustee Services Private Limited (on behalf of M/s. Shah Family Discretionary Trust)	Promoter group	38,750,000	38,750,000	4.09 %
4.	Vidya Rashesh Shah	Promoter	35,297,357	35,297,357	3.73 %
5.	Life Insurance Corporation of India	Insurance Corporation	24,282,094	24,282,094	2.57 %
6.	Aparna T. C.	Promoter	24,000,000	24,000,000	2.54%
7.	College Retirement Equities Fund - Stock Account	FPI	23,598,415	2,35,98,415	2.49 %
8.	Pabrai Wagons Fund	FPI	14,572,000	14,572,000	1.54%
9.	1729 Capital	FPI	10,582,330	10,582,330	1.12 %
10.	Arjuna Fund Pte Ltd	FPI	10,156,203	10,156,203	1.07%

** This does not include 75,000 equity shares of the face value of Re. 1 each of EFSL which were bought by Rashesh Chandrakant Shah on March 30, 2026, and got credited in his demat account subsequent to March 31, 2026.*

As of date, Rashesh Chandrakant Shah holds 15,66,95,595 equity shares of EFSL after considering the said 75,000 equity shares.

List of top 10 holders of Non-Convertible Debentures as on March 31, 2026 (on cumulative basis):

Sr. No.	Name	Amount	Category	Face Value Per NCD (₹)	Holding As a % Of Total NCD Outstanding
1.	Edelweiss Life Insurance Company Limited	₹ 3,49,75,96,000	Corporate	₹ 1,000	8.80 %
2.	The Kangra Central Co - operative Bank Limited	₹ 1,00,00,00,000	Corporate	₹ 1,00,000	2.52 %
3.	Zuno General Insurance Limited	₹ 36,35,80,000	Corporate	₹ 1,000	0.92 %
4.	Nuvama Wealth Finance Limited	₹ 29,87,68,000	Corporate	₹ 1,000	0.75 %
5.	M J Biopharm Private Limited	₹ 16,75,00,000	Corporate	₹ 1,000	0.42 %
6.	Edelweiss Investment Adviser Limited	₹ 13,64,67,000	Corporate	₹ 1,000	0.34 %
7.	Mr. Naresh Kumar Bhargava	₹ 11,31,00,000	Public	₹ 1,000	0.28 %
8.	Speed O Controls Private Limited	₹ 11,05,32 000	Corporate	₹ 1,000	0.28 %
9.	Mr. Rajeev Gandotra	₹11,00,00,000	Public	₹ 1,000	0.28 %
10.	Gujarat Ambuja Exports Limited	₹10,00,00,000	Corporate	₹ 1,000	0.25 %
	DJ Infraspace LLP		Corporate	₹ 1,000	0.25 %
	Mr. Mahesh Baldwa		Public	₹ 1,000	0.25 %

List of top ten commercial paper holders as on March 31, 2026:

Sr. No	Name of the CP Holder	Amount in ₹	Category of CP holder	Face value per CP (Amount in ₹)	% Holding of Total Commercial paper Outstanding
1	Action Construction Equipment limited	25,00,00,000	Corporate	5,00,000	48.08%
2	Lohia Aerospace Systems Private Limited	10,00,00,000	Corporate	5,00,000	19.23%
3	Venkatesh Ramarathinam	10,00,00,000	Public	5,00,000	19.23%
4	Dev Priya Products Private Limited	7,00,00,000	Corporate	5,00,000	13.46%

Statement of the aggregate number of securities of the Issuer and our Subsidiaries purchased or sold by our Promoters, promoter group, our Directors and/or their relatives within six months immediately preceding the date of filing of this Draft Prospectus

Except as stated below, no securities of the Issuer and our Subsidiary have been purchased or sold by our Promoters, promoter group, our Directors and/or their relatives within six months immediately preceding the date of filing of this Draft Prospectus.

Sr. No	Name	Date of transaction	Nature of transaction	No. of securities
1.	Venkatchalam A Ramaswamy	February 19, 2026	Sale of Equity Shares	15,36,419 Equity Shares of the face value of Re. 1 each of the Issuer
2.	Venkatchalam A Ramaswamy	February 20, 2026	Sale of Equity Shares	35,24,112 Equity Shares of the face value of Re. 1 each of the Issuer
3.	Venkatchalam A Ramaswamy	February 23, 2026	Sale of Equity Shares	1,00,00,000 Equity Shares of the face value of Re. 1 each of the Issuer
4.	Rashesh Chandrakant Shah	February 23, 2026	Purchase of Equity Shares	1,00,00,000 Equity Shares of the face value of Re. 1 each of the Issuer
5.	Rashesh Chandrakant Shah	March 10, 2026	Purchase of Equity Shares	15,133 Equity Shares of the face value of Re. 1 each of the Issuer
6.	Rashesh Chandrakant Shah	March 11, 2026	Purchase of Equity Shares	2,00,000 Equity Shares of the face value of Re. 1 each of the Issuer
7.	Rashesh Chandrakant Shah	March 12, 2026	Purchase of Equity Shares	1,35,000 Equity Shares of the face value of Re. 1 each of the Issuer
8.	Rashesh Chandrakant Shah	March 13, 2026	Purchase of Equity Shares	1,00,000 Equity Shares of the face value of Re. 1 each of the Issuer
9.	Rashesh Chandrakant Shah	March 16, 2026	Purchase of Equity Shares	18,445 Equity Shares of the face value of Re. 1 each of the Issuer
10.	Rashesh Chandrakant Shah	March 18, 2026	Purchase of Equity Shares	50,000 Equity Shares of the face value of Re. 1 each of the Issuer
11.	Rashesh Chandrakant Shah	March 19, 2026	Purchase of Equity Shares	2,50,287 Equity Shares of the face value of Re. 1 each of the Issuer
12.	Rashesh Chandrakant Shah	March 20, 2026	Purchase of Equity Shares	1,00,000 Equity Shares of the face value of Re. 1 each of the Issuer
13.	Rashesh Chandrakant Shah	March 23, 2026	Purchase of Equity Shares	25,000 Equity Shares of the face value of Re. 1 each of the Issuer
14.	Rashesh Chandrakant Shah	March 24, 2026	Purchase of Equity Shares	25,000 Equity Shares of the face value of Re. 1 each of the Issuer
15.	Rashesh Chandrakant Shah	March 27, 2026	Purchase of Equity Shares	1,00,000 Equity Shares of the face value of Re. 1 each of the Issuer
16.	Rashesh Chandrakant Shah	March 30, 2026	Purchase of Equity Shares	75,000 Equity Shares of the face value of Re. 1 each of the Issuer

Statement of capitalization (Debt to Equity Ratio) of the Issuer as on March 31, 2026 on a Standalone basis:

(₹ in million, unless otherwise stated)

Particulars	Pre issue as at March 31, 2026	Post issue*
Borrowing/ Debt		
Debt securities	39,329.39	42,329.39
Borrowings (other than debt securities)	-	-
Deposits	-	-
Commercial paper	519.33	519.33
Subordinated Liabilities	-	-
Total Borrowing/ Total Debt (A)	39,848.72	42,848.72
Equity		
Equity Share Capital	946.53	946.53
Other Equity	59,720.79	59,720.79
Total Equity (B)	60,667.32	60,667.32
Debt to Equity Ratio (A/B)	0.66	0.71

**The debt - equity ratio post Issue is indicative on account of the assumed inflow from the proposed Issue. The actual debt-equity ratio post the Issue would depend on the actual position of debt and equity on the Deemed Date of Allotment.*

Statement of capitalization (Debt to Equity Ratio) of the Issuer as on March 31, 2026 on a Consolidated basis:

(₹ in million, unless otherwise stated)

Particulars	Pre issue as at March 31, 2026	Post issue*
Borrowing/ Debt		
Debt securities	1,46,718.63	1,49,718.63
Borrowings (other than debt securities)	31,420.04	31,420.04
Subordinated Liabilities	6,904.08	6,904.08
Total Borrowing/ Total Debt (A)	1,85,042.75	1,88,042.75
Equity		
Equity Share Capital	946.53	946.53
Other Equity	45,284.74	45,284.74
Equity attributable to Non-Controlling Interest	13,205.10	13,205.10
Total Equity (B)	59,436.37	59,436.37
Debt to Equity Ratio (A/B)	3.11	3.16

**The debt - equity ratio post Issue is indicative on account of the assumed inflow from the proposed Issue. The actual debt-equity ratio post the Issue would depend on the actual position of debt and equity on the Deemed Date of Allotment.*

Details of Promoter's shareholding in the Issuer's Subsidiaries as on March 31, 2026

Except the shares held in our Subsidiaries as nominee of the Issuer, our Promoters do not hold any equity shares in our Subsidiaries, as on March 31, 2026.

Shareholding of Directors in the Issuer

The shareholding of the Directors in the Issuer as on the date of this Draft Prospectus is as under:

Sr. No.	Name of Director	Number of Equity Shares
1.	Rashesh Chandrakant Shah	15,66,95,595
2.	Venkatchalam A Ramaswamy	4,45,16,029
3.	Vidya Rashesh Shah	35,297,357
4.	C. Balagopal	80

Shareholding of our Directors in our Subsidiaries, Joint Venture and associate companies

Except the shares held in our Subsidiaries as nominee of the Issuer, our Directors do not hold any equity shares in our Subsidiaries as on the date of this Draft Prospectus.

Details of any acquisition or amalgamation with any entity in the last one year

The Issuer has not made any acquisition or amalgamation with any entity in the last one year prior to filing of this Draft Prospectus.

Details of any reorganization or reconstruction in the last one year

The Issuer has not made any reorganization or reconstruction in the last one year prior to filing of this Draft Prospectus.

Employee Stock Option Scheme and Stock Appreciation Rights

The details of our ESOP Schemes and Stock Appreciation Rights in force as on the date of this Draft Prospectus are set forth below.

Edelweiss Employees Stock Incentive Plan 2011

The Issuer instituted the Edelweiss Employee Stock Incentive Plan 2011 ("**ESOP 2011**") pursuant to a special resolution dated April 26, 2011 passed through a postal ballot. Under ESOP 2011, the Issuer can grant employee stock options exercisable into not more than 100,000,000 Equity Shares of ₹ 1 each. The eligibility and number of options to be granted to an employee is determined on the basis of criteria laid down in the ESOP 2011 and is approved by the Compensation Committee.

The options granted shall vest on the eligible employees of the Issuer or Subsidiaries, as determined in accordance with ESOP 2011, within a period of not less than 12 months and not more than 60 months from the date of grant, as mentioned in the grant letters, and can be exercised within a period of not less than 12 months and not more than 60 months from the date of vesting of the respective options or until the validity of the ESOP 2011, i.e., June 30, 2030. The ESOP 2011 shall continue to be in force until its termination by the Board or the Compensation Committee.

Please refer below for the details of ESOP 2011 as on March 31, 2026:

Sr. No.	Particulars	Number of stock options
1	Stock options granted	12,49,23,723
2	Stock options vested	25,450
3	Stock options exercised	8,63,24,520
4	Total number of shares arising out of exercise of Stock options	8,63,24,520
5	Stock options lapsed	3,85,73,753
6	Exercise price (In ₹)	Between 24.6 – 314.40

Edelweiss Employee Stock Appreciation Rights Plan 2019:

The Issuer instituted the Edelweiss Employee Stock Appreciation Rights Plan 2019 ("**SAR 2019**") pursuant to a special resolution passed by our shareholders on April 30, 2019. Under SAR 2019, the Issuer can grant Stock Appreciation Rights ("**SARs**") exercisable into not more than 40,000,000 Equity Shares of ₹ 1 each. The eligibility and number of rights to be granted to an employee is determined on the basis of criteria laid down in the SAR 2019 and is approved by the Compensation (ESOP) Committee.

The rights granted shall vest on the eligible employees of the Issuer or subsidiaries within a period of not less than 12 months and not exceed 96 months from the date of grant. The SAR 2019 shall continue to be in force until its termination by the Board or the Compensation (ESOP) Committee.

Please refer below for the details of SAR 2019 as on March 31, 2026:

Sr. No.	Particulars	Number of SARs
1	SARs granted	5,25,50,500
2	SARs vested	-
3	SARs exercised	40,04,150
4	Total number of shares arising as a result of SARs	16,12,238
5	SARs lapsed	1,73,33,350
6	Exercise price (In ₹)	Between 27.45 – 180.65

Note:

On exercise of vested SARs, the Grantees would receive the appreciation value in (i) cash; or (ii) by way of issuance of Equity Shares. The number of Equity Shares to be issued shall be determined on the basis of the application value*, divided by the market priceper Equity Share on the date of exercise. In case of settlement of the appreciation value by way of issue of Equity Shares, the grantee will be required to pay the face value of the quantum of such Equity Shares, i.e., ₹ 1 per Equity Share granted.*

OBJECTS OF THE ISSUE

Use of Proceeds

Public Issue by the Company of secured redeemable non-convertible debentures of face value of ₹1,000 each ("**NCDs**") for an amount up to ₹ 1,500 million ("**Base Issue Size**") with a green shoe option of up to ₹ 1,500 million cumulatively aggregating up to ₹ 3,000 million (the "**Issue Limit**"). The NCDs will be issued on the terms and conditions as set out in this Draft Prospectus, which should be read together with the Prospectus.

The following table details the objects of the Issue and the amount proposed to be financed from Net Proceeds:

Sr. No.	Objects of the Issue	Percentage of amount proposed to be financed from Net Proceeds
1.	For the purpose of repayment /prepayment of interest and principal of existing borrowings of our Company [#]	At least 75%
2.	General Corporate Purposes*	Maximum of up to 25%

[#]*The Company shall not utilize the proceeds of the Issue towards payment of prepayment penalty, if any.*

[*]*The Net Proceeds will be first utilized towards the Objects mentioned above. The balance is proposed to be utilized for general corporate purposes, subject to such utilization not exceeding 25% of the amount raised in the Issue, in compliance with the SEBI NCS Regulations.*

The main objects clause of the Memorandum of Association of the Company permits the Company to undertake its existing activities as well as the activities for which the funds are being raised through the Issue.

The following table details the objects of the Issue and the amount proposed to be financed from Net Proceeds:

Particulars	Estimated amount (₹ in million)
Gross proceeds of the Issue	₹ 3,000
Less: Issue related expenses*	[●]
Net proceeds	[●]

**The above Issue related expenses are indicative and are subject to change depending on the actual level of subscription to the Issue, the number of allottees, market conditions and other relevant factors.*

Purpose for which there is a requirement of funds

As stated in this section.

Break-up of the cost of the project for which the money is being raised

N. A.

Means of financing for the project

N. A.

Proposed deployment status of the proceeds at each stage of the project

N.A.

Project details: gestation period of the project; extent of progress made in the project; deadlines for completion of the project; the summary of the project appraisal report (if any), schedule of implementation of the project:

N.A.

Monitoring of utilization of funds

There is no requirement for appointment of a monitoring agency in terms of the SEBI NCS Regulations. The Audit Committee of the Issuer shall monitor the utilisation of the proceeds of the Issue. The Issuer will disclose in the Issuer's financial statements for the relevant financial year commencing from Fiscal 2027, the utilisation of the proceeds of the Issue under a separate head along with details, if any, in relation to all such proceeds of the Issue that have not been utilised thereby also indicating investments, if any, of such unutilized proceeds of the Issue. The Issuer shall utilize the proceeds of the Issue only upon the execution of the documents for creation of security and receipt of final listing and trading approval from the Stock Exchange.

General Corporate Purposes

The Issuer intends to deploy up to 25% of the amount raised and allotted in the Issue for general corporate purposes, including but not restricted to routine capital expenditure, renovations, strategic initiatives, meeting any expenditure in relation to the Issuer as well as meeting exigencies which the Issuer may face in the ordinary course of business, or any other purposes as may be approved by the Board of Directors.

Issue expenses

The estimated breakdown of the total Issue expenses for Issue are as follows*:*

Particulars	**Amount (₹ in million)***	**As percentage of Issue proceeds (in %)**	**As percentage of total expenses of the Issue (in %)**
Lead managers fees	[●]	[●]	[●]
Underwriting commission	-	-	-
Brokerage, selling commission and upload fees	[●]	[●]	[●]
Fee Payable to the registrars to the issue	[●]	[●]	[●]
Fees payable to the legal advisors	[●]	[●]	[●]
Advertising and marketing expenses	[●]	[●]	[●]
Fees payable to the regulators including stock exchange.	[●]	[●]	[●]
Expenses incurred on printing and distribution of issue stationary	[●]	[●]	[●]
Any other fees, commission or payments under whatever nomenclature.	[●]	[●]	[●]
Grand Total	[●]	[●]	[●]

**Assuming the Issue is fully subscribed. The estimated Issue expenses are indicative and are subject to change depending on the actual level of subscription to the Issue and the number of Allottees, market conditions and other relevant factors.*

Our Company shall pay processing fees to the SCSBs for ASBA forms procured by Lead Managers/ Members of the Syndicate/ Sub- Members of the Syndicate /Brokers / Trading Members and submitted to the SCSBs for blocking the Application Amount of the applicant, at the rate of ₹ [●] per Application Form procured (inclusive

of GST and other applicable taxes). However, it is clarified that in case of ASBA Application Forms procured directly by the SCSBs, the relevant SCSBs shall not be entitled to any ASBA Processing Fee. Further, our Company shall pay the Sponsor Bank ₹ [●] for every valid Application that is blocked. The payment will be made on the basis of valid invoices within 90 days from the date of raising of invoice by the Designated Intermediaries.

Interim use of proceeds

Our management will have the flexibility in deploying the proceeds received from the Issue. Pending utilization of the proceeds out of the Issue for the purposes described above. The Issuer intends to temporarily invest funds in high quality interest bearing liquid instruments including money market mutual funds, deposits with banks or temporarily deploy the funds in investment grade interest bearing securities. Such investment would be in accordance with the applicable regulatory requirements and investment policies approved by the Board or any committee thereof from time to time.

Other Confirmations

In accordance with the SEBI NCS Regulations, the Issuer will not utilize the proceeds of the Issue for providing loans to or acquisition of shares of any person or company who is a part of the promoter group or group companies.

Proceeds from the Issue shall not be utilised towards full or part consideration for the purchase or any other acquisition, inter alia by way of a lease, of any immovable property. No part of the proceeds from the Issue will be paid by us as consideration to our Promoter, the Directors, Key Managerial Personnel, or companies promoted by our Promoter except in ordinary course of business.

No part of the proceeds from the Issue will be utilized for buying, trading or otherwise dealing in equity shares of any listed company. Further the Issuer undertakes that Issue proceeds from NCDs allotted to banks shall not be used for any purpose, which may be in contravention of the RBI guidelines including those relating to classification as capital market exposure or any other sectors that are prohibited under the RBI regulations.

All monies received out of the Issue shall be credited/ transferred to a separate bank account maintained with a Scheduled Bank as referred to in section 40(3) of the Companies Act 2013.

Details of all monies utilised out of the Issue referred above shall be disclosed under an appropriate separate head in our balance sheet indicating the purpose for which such monies have been utilised along with details, if any, in relation to all such proceeds of the Issue that have not been utilized thereby also indicating investments, if any, of such unutilized proceeds of the Issue.

Details of all unutilised monies out of the Issue, if any, shall be disclosed under an appropriate separate head in our balance sheet indicating the form in which such unutilised monies have been invested.

The Issuer confirms that it will not use the proceeds from the Issue for the purchase of any business or in the purchase of any interest in any business whereby the Issuer shall become entitled to the capital or profit or losses or both in such business exceeding 50% thereof, the acquisition of any immovable property or acquisition of securities of any other body corporate.

We shall utilize the Issue proceeds only upon execution of Debenture Trust Deed, receipt of the listing and trading approval from the Stock Exchange(s) as stated in this Draft Prospectus in the section titled "*Issue Related Information*" beginning on page 334.

The fund requirement as above is based on our current business plan and is subject to change in light of variations in external circumstances or costs, or in our financial condition, business or strategy. Our management, in response

to the competitive and dynamic nature of the industry, will have the discretion to revise its business plan from time to time and consequently our funding requirements and deployment of funds may also change subject to such variations being in accordance with the applicable laws from time to time.

None of the Directors, Promoters, Key Managerial Personnel or Senior Management have any financial or other material interest in the Issue and consequently, there is no effect of such interest in so far as it is different from the interests of other persons.

The proceeds, or any part thereof, shall not be utilised, directly or indirectly, in any manner that results in the acquisition by the Issuer of debt securities or any shares (preference or equity) in any other body corporate, which would result in such body corporate becoming a subsidiary of the Issuer**.**

Variation in terms of contract or objects in this Draft Prospectus.

The Issuer shall not, in terms of Section 27 of the Companies Act, 2013, at any time, vary the terms of the objects for which this Draft Prospectus is issued, except as may be prescribed under the applicable laws and specifically under Section 27 of the Companies Act, 2013.

Benefit / interest accruing to Promoters/Directors out of the Objects of the Issue

Neither our Promoter nor the Directors of our Company are interested in the Objects of the Issue.

STATEMENT OF POSSIBLE TAX BENEFITS AVAILABLE TO THE DEBENTURE HOLDERS UNDER THE APPLICABLE LAWS IN INDIA

The Board of Directors

Edelweiss Financial Services Limited

Edelweiss House, Off CST Road, Kalina,

Mumbai – 400 098.

Dear Sirs,

Statement of Possible Tax Benefits available to the debenture holders of Edelweiss Financial Services Limited in connection with the proposed public issue of secured redeemable non-convertible debentures of face value of Rs. 1,000/- each (the "Debentures" or the "NCDs") (hereinafter referred to as the "Issue")

1. We hereby confirm that the enclosed Annexure, prepared by Edelweiss Financial Services Limited ("EFSL" or "the Company"), provides the possible tax benefits available to the debenture holders of the Company under the Income-tax Act, 2025 ('the Act') as amended by the Finance Act, 2026, i.e. applicable for the Tax Year 2026-27 presently in force in India. Several of these benefits are dependent on the debenture holders fulfilling the conditions prescribed under the relevant provisions of the Act. Hence, the ability of the debenture holders to derive the tax benefits is dependent upon their fulfilling such conditions which, the debenture holders may or may not choose to fulfil.

2. The benefits discussed in the enclosed statement are not exhaustive and the preparation of the contents stated is the responsibility of the Company's management. We are informed that this statement is only intended to provide general information to the investors and is neither designed nor intended to be a substitute for professional tax advice. In view of the individual nature of the tax consequences and the changing tax laws, each investor is advised to consult his or her own tax consultant with respect to the specific tax implications arising out of their participation in the issue.

3. We do not express any opinion or provide any assurance as to whether:

   (a) the debenture holders will continue to obtain these benefits in future;

   (b) the conditions prescribed for availing the benefits have been / would be met with; and

   (c) the revenue authorities/courts will concur with the views expressed herein.

4. The contents of the enclosed statement are based on information, explanations and representations obtained from the Company and on the basis of their understanding of the business activities and operations of the Company.

5. This statement has been issued at the request of the Company for the purpose of inclusion in the offer document in connection with its proposed Issue and should not be used by anyone else or for any other purpose.

For Nangia & Co. LLP
Chartered Accountants
Firm Registration No.: 002391C/N500069

Jaspreet Singh Bedi
Partner
Membership No.: 601788
Date: May 26, 2026
Place: Mumbai

STATEMENT OF POSSIBLE TAX BENEFITS AVAILABLE TO THE DEBENTURE HOLDER(S)

This Annexure is based on the provisions of the Income-tax Act, 2025 in force as on the current date, after considering the amendments made by the Finance Act, 2026.

Please note that the erstwhile law of Income-tax Act, 1961 ('IT Act 1961') was applicable till Financial Year (FY) 2025-26 only as the Income-tax Act, 2025 ('IT Act') was enacted on 21st August 2025 and the same has been effective from 1st April 2026, i.e., Tax Year (TY) 2026-27 onwards.

This Annexure intends to provide general information on the applicable provisions of the IT Act. However, in view of the nature of the implications, the investors are best advised to consult their respective tax advisors/consultants for appropriate counsel with respect to the specific tax and other implications arising out of their participation in the Portfolio as indicated herein.

Taxability under the IT Act

Section 76 of the IT Act

The Finance Act, 2023 has inserted section 50AA to the IT Act 1961 (corresponding section in IT Act is Section 76) to provide for a special provision for computation of capital gains in case of Market Linked Debenture (MLD). For the purposes of the said section, MLD has been defined in sub-section 5 of section 76 of the IT Act to mean a security by whatever name called, which has an underlying principal component in the form of a debt security and where the returns are linked to the market returns on other underlying securities or indices, and includes any security classified or regulated as a MLD by the Securities and Exchange Board of India.

Based on the definition, MLD has the following essential features:

- It is a security in the nature of debt;
- It has an underlying principal component;
- Returns with respect to such security are linked to market returns on other underlying securities or indices;
- And, by way of extension, it is also provided that any security classified or regulated by SEBI as an MLD, shall for the purposes of section 76 of the IT Act, be deemed to be an MLD

The Non-Convertible Debentures (NCDs) issued/ proposed to be issued by the issuer creates a borrower-lender relationship between the issuer and subscriber and to that extent, such NCDs constitute a security in the nature of debt. Further, such NCDs, by their very nature, have a principal component (which is the price at which the subscriber subscribes to such NCDs).

However, the returns with respect to such NCDs (excess of redemption value over the principal component) is a fixed return and is not linked to any market return or underlying security or indices.

Given the same, the NCDs issued by the issuer do not satisfy the first limb of the definition of MLD as provided in sub-section 5 of section 76 of the IT Act and thus, such NCDs should not constitute an MLD for the purposes of section 76 of the IT Act.

The second limb of the definition of MLD which deems any security classified or regulated by SEBI as an MLD, to be an MLD for the purposes of section 76 of the IT Act, is an independent limb and need to be construed as such. We have been given to understand that, at present, the NCD issued/ proposed to be issued by the issuer is neither classified nor regulated by the SEBI as an MLD and accordingly, the NCDs issued by the issuer should not

constitute an MLD for the purposes of section 76 of the IT Act. However, the said fact-pattern would have to be re-visited in light of any amendment in the law as may be notified by SEBI in future.

A. Common provisions applicable to both Resident and Non-Resident debenture holders:

1. Determination of head of income for the purpose of assessability:

The returns received by the investors from the Non-Convertible Debentures ('NCD') in the form of 'interest' and gains on transfer of the NCD, may be characterized under the following broad heads of income for the purposes of taxation under the IT Act:

- Profits and gains of business or profession ('PGBP');
- Capital gains ('CG'); and
- Income from other sources ('IFOS').

For determining the appropriate head of income (as mentioned above) *vis-à-vis* the income or loss earned on/ from the NCD, it will be pertinent to analyze whether the NCD are held as 'Investments' i.e. capital asset or as 'Stock-in-trade'.

If the NCD are held as 'Stock-in-trade', interest income as well as gain or loss on its transfer will be assessed to tax under the head PGBP, whereas, if the NCD are held as 'Investments', then the interest income will be assessed to tax under the head IFOS and any gain/ loss on its transfer will be assessed to tax under the head CG (explained in ensuing paragraphs), based on facts of each case.

However, as per section 2(22) of the IT Act, 'capital asset' includes, *inter alia*, securities held by a Foreign Institutional Investor ('FII') [now known as Foreign Portfolio Investor ('FPI')] which has invested in such securities in accordance with the regulations made under Securities and Exchange Board of India Act, 1992. Accordingly, such securities, held by an FII, will be characterized as 'capital asset' and classification as 'Stock-in-trade' shall not apply.

The investors may obtain specific advice from their tax advisors regarding the above classification and tax treatment.

2. Taxation of Interest and Gain/ loss on transfer of debentures:

- ***Taxation of Interest***

Income by way of interest received on NCD held as 'Investments' (i.e. capital asset) will be charged to tax under the head IFOS at the rates applicable to the investor after deduction of expenses, if any, allowable under section 93 of the IT Act. These are essentially expenses (not being in the nature of capital expenditure) laid out or expended wholly and exclusively for the purpose of earning the interest income. In case of NCD held as 'Stock-in-trade', interest received thereon will be charged to tax under the head PGBP. Further, any expenditure specifically laid out or expended wholly and exclusively for the purpose of earning such interest income shall be allowed as deduction while computing income under the head PGBP.

The investors may obtain specific advice from their tax advisors regarding the tax treatment of their

Interest income.

- ***Taxation of gain or loss on transfer***

(a) Taxable under the head PGBP

As discussed above, depending on the particular facts of each case, the NCD may, in certain cases, be regarded to be in the nature of 'Stock-in-trade' and, accordingly, the gains from the transfer of such NCD should be considered to be in the nature of business income and hence chargeable to tax under the head PGBP.

In such a scenario, the gains from the business of investing in the NCD may be chargeable to tax on a 'net' basis (i.e. net of allowable deductions for expenses/allowances under Chapter IV – Part D of the IT Act).

Based on section 276 of the IT Act, the timing of charging any income to tax would depend on the method of accounting followed by the taxpayer consistently (i.e. cash or mercantile).

Investors should obtain specific advice from their tax advisors regarding the manner of computing business income, the deductions available therefrom and the tax to be paid thereon.

(b) Taxable under the head Capital Gains

As discussed above, based on the particular facts of each case, the NCD may, in certain cases, be regarded to be held as 'Investments' in which case the gains or loss from the transfer of such NCD should be chargeable to tax under the head CG.

In such a scenario, the gains / loss from the transfer of such NCD may be chargeable to tax on a 'net' basis (i.e. net of acquisition cost of NCD, expenditure incurred in relation to transfer of NCD).

Investors should, however, seek specific advice from their tax advisors/ consultants in respect of characterization of capital gains, the manner of computation and the tax to be paid thereon.

3. Period of holding and Capital gain – long term & short term:

As per section 2(67) read with section 2(101) of the IT Act, listed NCD is treated as a long- term capital asset if the same is held for more than 12 months immediately preceding the date of its transfer and consequently, the gain/ loss on transfer of such NCD should be treated as long term capital gain/ loss.

Accordingly, if listed NCD is held for upto 12 months immediately preceding the date of its transfer, the same should be treated as a short-term capital asset and the gain/ loss on transfer of such NCD should be treated as short-term capital gain/ loss.

Without prejudice to the fact that the NCDs to be issued by the issuer are not MLD (as has been concluded at the outset), where, for whatsoever reasons, the NCDs are treated as MLDs, then in such cases, as per section 76 of the Act, the capital gains arising on transfer or redemption or maturity of such NCDs shall be deemed to be capital gains arising from transfer of a short-term capital asset.

Further, in computing the capital gains, no deduction shall be allowed on account of Securities Transaction Tax (STT) paid, if any.

4. Computation of capital gains and tax thereon

Capital gains is computed after reducing from the consideration received for the transfer of the capital asset ['full value of consideration (FVC)], the cost of acquisition (CoA) of such asset and the expenses incurred wholly and exclusively in connection with the transfer. The capital gains so computed will be chargeable to tax at the rates as detailed in the ensuing paragraphs.

5. Set off of capital losses

As per section 111 of the IT Act, long-term capital loss incurred during a year can be set-off only against long-term capital gains arising in that year or in subsequent years and cannot be set-off against short-term capital gains arising in that year or in subsequent years. The long-term capital loss remaining after set-off, if any, can be carried forward for eight years immediately succeeding the tax year for which the loss was first computed, to be for set-off against subsequent years' long-term capital gains.

On the other hand, short-term capital loss incurred during a year can be set-off against both, short-term and long-term capital gains of the same year or of subsequent years. The short-term capital loss remaining after set-off, if any, can be carried forward for eight years immediately succeeding the tax year for which the loss was first computed, to be set-off against subsequent years' short-term as well as long-term capital gains.

B. Tax benefits available to Resident NCD holders:

- Interest on NCD received by resident NCD holders would form part of their total income and be subject to tax at the applicable rates of tax (Note 1 and 2 below) in accordance with and subject to the provisions of the IT Act.

- Capital gains on transfer of NCD shall be computed by deducting from the FVC, expenditure incurred wholly and exclusively in connection with the transfer and the CoA of the NCD.

- As per section 197 of the IT Act, capital gains arising on the transfer of long-term capital assets being listed debentures are subject to tax at the rate of 12.5% (plus applicable surcharge and health & education cess – Note 2 below) on the capital gains calculated without indexing the cost of acquisition.

- In case of an individual or HUF, being a resident, where the total income as reduced by such long-term capital gains is below the maximum amount which is not chargeable to income-tax, then, such long-term capital gains shall be reduced by the amount by which the total income as so reduced falls short of the maximum amount which is not chargeable to income-tax and the tax on the balance of such long-term capital gains shall be computed at the rate mentioned above.

- Short-term capital gains on the transfer of listed debentures, where debentures are held for a period of not more than 12 months would be taxed at the applicable rates of tax (as mentioned in Note 1 and 2 below) in accordance with the provisions of the IT Act.

C. Tax benefits available to Non-Resident debenture holders:

- A non-resident Indian has an option to be governed by Chapter XIII-F of the IT Act, subject to the provisions contained therein which are given in brief as under:

- As per section 212(d) read with section 2(78) of the IT Act, the term "non-resident Indian" means an individual, being a citizen of India or a person of Indian origin who is not a "resident". A person shall be deemed to be of Indian origin if he, or either of his parents or any of his grand-parents, was born in undivided India.

- As per section 214 of the IT Act, interest income from debentures acquired or purchased with or subscribed to in convertible foreign exchange will be taxable at 20% (plus applicable surcharge and cess), whereas long term capital gains on transfer of such debentures will be taxable at 12.5% (plus applicable surcharge and cess – Note 2 below) of such capital gains without indexation of CoA. Short-term capital gains will be taxable at the applicable rates of tax (as mentioned in Note 1 and 2 below) in accordance with and subject to the provisions contained therein.

- Under section 215 of the IT Act, long term capital gains arising to a non-resident Indian from transfer of debentures acquired or purchased with or subscribed to in convertible foreign exchange will be exempt from capital gain tax if the whole of the net consideration is invested within six months after the date of transfer of the debentures in any specified asset in accordance with and subject to the provisions contained therein.

- Under section 216 of the IT Act, it shall not be necessary for a non-resident Indian to file a return of income under section 263(1) of the IT Act, if his total income consists only of investment income as defined under section 212 and/or long term capital gains earned on transfer of such investment acquired out of convertible foreign exchange, and the tax has been deducted at source from such income under the provisions of Chapter XIX-B of the IT Act in accordance with and subject to the provisions contained therein.

- Under section 217 of the IT Act, where a non-resident Indian becomes a resident in India in any subsequent year, he may furnish to the Assessing Officer a declaration in writing along with return of income under section 263 for the tax year for which he is assessable as a resident, to the effect that the provisions of Section 212 to 216 shall continue to apply to him in relation to the investment income (other than on shares in an Indian Company) derived from any foreign exchange assets in accordance with and subject to the provisions contained therein. On doing so, the provisions of Section 212 to 216 of the IT Act shall continue to apply to him in relation to such income for that tax year and for every subsequent tax year until the transfer or conversion (otherwise than by transfer) into money of such assets.

- In accordance with and subject to the provisions of section 217 of the IT Act, a non-resident Indian may opt not to be governed by the provisions of Section 212 to 216 of the IT Act. In such a case, long- term capital gains on transfer of listed debentures would be subject to tax at the rate of 12.5% (plus applicable surcharge and cess – Note 2 below) computed without indexation of CoA.

- Interest income and short-term capital gains on the transfer of listed debentures, where debentures are held for a period of not more than 12 months preceding the date of transfer, would be taxed at the applicable rates of tax (as mentioned in Note 1 and 2 below) in accordance with and subject to the provisions of the IT Act.

- Without prejudice to the fact that the NCDs to be issued by the issuer are not MLD (as has been concluded at the outset), where, for whatsoever reasons, the NCDs are treated as MLDs, then in such cases, as per the provisions of section 76 of the Act, the capital gains arising on transfer or redemption or maturity of such NCDs shall be deemed to be capital gains arising from transfer of a short-term capital asset. Further, in computing the capital gains, no deduction shall be allowed for Securities Transaction Tax (STT) paid, if any.

- Where debentures are held as stock-in-trade, the income on transfer of debentures would be taxed as business income in accordance with and subject to the provisions of the IT Act.

- As per section 159(4) of the IT Act read with the Circular no. 728 dated October 30, 1995, issued by the Central Board of Direct Taxes ('CBDT'), in the case of a remittance to a country with which a Double Tax Avoidance Agreement ('DTAA') is in force, the tax should be deducted at the rate provided in the Finance Act of the relevant year or at the rate provided in the DTAA, whichever is more beneficial to the assessee. However, submission of a valid and subsisting tax residency certificate ('TRC') is a mandatory condition for availing benefits under any DTAA. Further, a self-declaration in electronically furnished Form 41 would need to be provided by the assessee along with the TRC which is valid and subsisting.

D. Tax benefits available to Foreign Institutional Investors ('FII's) or Foreign Portfolio Investors ('FPI's):

- In accordance with and subject to the provisions of section 210 of the IT Act, long-term capital gains on transfer of debentures by FIIs are taxable at 12.5% (plus applicable surcharge and cess – Note 2 below) and short-term capital gains are taxable at 30% (plus applicable surcharge and cess - Note 2 below). The benefit of indexation of CoA will not be available.

- Income other than capital gains arising out of debentures is taxable at 20% (plus applicable surcharge and cess - Note 2 below) in accordance with and subject to the provisions of Section 210 of the IT Act.

- However, the above is subject to any relief available under DTAA entered into by the Government of India (as mentioned in Point C above).

- The CBDT has issued Notification No.9 dated 22 January 2014 which provides that Foreign Portfolio Investors (FPI) registered under SEBI (Foreign Portfolio Investors) Regulations, 2014 shall be treated as FII for the purpose of Section 115AD of the IT Act 1961 (corresponding section in IT Act is Section 210).

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B. Withholding provisions

The withholding provisions provided under the IT Act are machinery provisions meant for tentative deduction of income-tax subject to regular assessment. The withholding tax is not the final liability to income-tax of an assessee. For rate of tax applicable to an assessee, please refer Notes 1 and 2 below:

Sr. No	Scenarios	Provisions
1	Withholding tax rate on interest on NCD issued to Indian residents	▶ Interest paid to residents other than insurance companies will be subject to withholding tax as per section 393(1) (Table Sl. No. 5(i)) of the IT Act at the rate of 10 per cent. ▶ Further, no tax is required to be deducted on any interest payable on any security issued by a company, where such security is in dematerialized form and is listed on a recognized stock exchange in India in accordance with the Securities Contracts (Regulation) Act, 1956 (42 of 1956) and the rules made thereunder. However, the FA, 2023 has omitted the aforesaid exemption and thus, any interest paid on or after 1 April 2023, with respect to any security issued by a company, where such security is in dematerialized form and is listed on a recognized stock exchange in India in accordance with the Securities Contracts (Regulation) Act, 1956 (42 of 1956) and the rules made thereunder shall be liable to tax withholding as applicable.
2	Withholding tax rate on interest on NCD issued to Foreign Portfolio Investor (FII)	▶ Interest to a non-resident, not being a company or to a foreign company by a specified company or a business trust, may be eligible for concessional tax rate of 5 per cent under section 194LC of the IT Act 1961 (section 393(2) (Table Sl. No. 3) of the IT Act) in respect of monies borrowed by it from a source outside India by way of issue of rupee denominated bond before the 1st day of July 2023. The FA, 2023 has extended the applicability of section 194LC of the IT Act 1961 (section 393(2) (Table Sl. No. 3) in the IT Act) with the following modification: 1. The provisions of section 393(2) (Table Sl. No. 4) of the IT Act shall apply to monies borrowed from a source outside India by way of issue of long-term bond or rupee denominate bond on or after 1 July 2023 where such bond is listed on a recognised stock exchange located in an International Financial Services Centre.

Sr. No	Scenarios	Provisions
		2. The **rate of tax** in case of the aforesaid borrowings shall be **9 per cent**. 3. With respect to the **borrowings made prior to 1 July 2023**, the provisions of section 393(2) (Table Sl. No. 3) of the IT Act, as they applied at that time, shall continue to apply *sans* the modification discussed *supra*. ▶ Withholding rate will be increased by surcharge as applicable (Refer Note 2) and a health and education cess of 4 per cent on the amount of tax plus surcharge as applicable. However, where the withholding is done as per the rate of tax provided under the relevant DTAA, the said rate shall not be required to be increased by a surcharge and health and education cess.
3	Withholding tax rate on interest on NCD issued to non-residents other than FIIs	▶ Interest payable to non-resident (other than FII) would be subject to withholding tax at the rate of 30 per cent/ 40 per cent as per the provisions of section 393 (Table Sl. No.17) of the IT Act subject to relief under the relevant DTAA depending upon the status of the non-resident. ▶ Alternatively, benefits of concessional rates of 5/ 9 per cent under section 393(2) (Table Sl. No. 3/4) of the IT Act provided the said interest falls within the ambit of the provisions of section 393(2) (Table Sl. No. 3/4) of the IT Act and meets the conditions mentioned therein which *inter-alia* includes the loan / bond being issued prior to / on or after 1st July 2023, obtaining approval from the Central Government with respect to the rate of interest, etc. ▶ Withholding rate will be increased by surcharge as applicable (Refer Note 2) and a health and education cess of 4 per cent on the amount of tax plus surcharge, as applicable.
4	Withholding tax rate on purchase of 'goods'	▶ As per section 393(1) (Table Sl. No. 8(ii)) of the IT Act, any sum payable by a 'buyer' to a resident for purchase of 'goods' of the value exceeding INR 50 Lakhs shall be liable to withholding at the rate of 0.1 percent. ▶ Buyer means a person whose total sales, turnover or gross receipts from the business carried on by him exceeds INR 10 crores during the tax year immediately preceding the tax year in which the purchase is carried out.

Sr. No	Scenarios	Provisions
		▶ TDS shall not be applicable where tax is deductible or collectible under any of the provisions of the IT Act. ▶ The CBDT has issued Circular No 13 of 2021 dated 30 June 2021 laying down guidelines under section 194Q of the IT Act 1961 (393(1) (Table Sl. No. 8(ii)) in IT Act). It *inter alia* provides that TDS under aforesaid section shall not apply to transaction in securities and commodities which are traded through recognised stock exchanges or cleared and settled by the recognised clearing corporation (including exchanges or corporation located in IFSC). ▶ Given that the Circular does not provide clarity in respect of shares/ securities traded off-market, it is advisable that the investors obtain specific advice from their tax advisors regarding applicability of these provisions.

E. Requirement to furnish PAN under the IT Act

i. Section 397(2)(a) of the IT Act requires every person, entitled to receive any amount on which tax is deductible or, paying any amount on which tax is collectible, shall furnish his valid Permanent Account Number to the person responsible for deducting or collecting tax.

ii. As per provisions of section 397(2)(b)(i) of the IT Act, tax shall be deducted at the higher of the following rates in case the deductee does not furnish PAN to the payer:

(a) at the rate specified in the relevant provision of this Act; or

(b) at the rates in force; or

(c) at the rate of 5% where tax is required to be deducted under section 393(1) [Table: Sl. No. 8(ii) or 8(v)]; or 20% in any other case

section 397(2)(c) of the IT Act provides that the provisions of section 397(2)(b)(i) shall not apply to non-residents in respect of payment of interest on long-term bonds as referred to in section 393(2) (Table: Sl. Nos. 2, 3 and 4) and any other payment subject to such conditions, as may be prescribed.

Further, as per Rule 217 of the Income-tax Rules, 2026 ('the Rules'), the provisions of section 397(2)(b)(i) shall not apply to non-residents where the non-residents does not have a Permanent Account Number and furnishes the following information to the deductor:

- Name, email-id, contact number;
- Address in the country or specified territory outside India of which the deductee is a resident;
- A certificate of his being resident in any country or specified territory outside India from the government of the other country or specified territory if the law of that country or specified territory provides for issuance of such certificate;

- Tax Identification Number of the deductee in the country or specified territory of his residence and in a case, no such number is available, then a unique number on the basis of which the deductee is identified by the Government of that country or the specified territory of which he claims to be a resident.

Where an incorrect PAN is provided, it will be regarded as non-furnishing of PAN and TDS shall be deducted as mentioned above, apart from any other penal consequences that may ensue.

F. General Anti Avoidance Rules ("GAAR")

The General Anti Avoidance Rule ("GAAR'') was introduced in the IT Act 1961 by the Finance Act, 2012. The Finance Act, 2015 made the provisions of GAAR applicable prospectively from 1 April 2017. Further, income accruing, arising, deemed to accrue or arise or received or deemed to be received by any person from transfer of investments made up to 31 March 2017 would be protected from the applicability of GAAR. Provisions relating to GAAR are covered in IT Act under Chapter XI i.e., from section 178 to section 184.

G. Exemption under Section 86 of the IT Act

Exemptions may be claimed from taxation of LTCG if investments in certain specified securities/assets is made subject to fulfillment of certain conditions.

Section 86 of the IT Act exempts long-term capital gains on transfer of any long-term capital asset (other than a residential house), held by an individual or HUF, if the net consideration is utilized to purchase/ construct a residential house within the specified timelines.

Note 1: Tax Rates

Resident Individuals and Hindu Undivided Families:

As per section 202 of the IT Act, the tax regime provided under section 202(1) of the IT Act shall be the default tax regime applicable in case of an individual, HUF, AOP (other than a co-operative society), body of individual or artificial juridical, except where the assessee specifically opts to be governed by the erstwhile regime under section 202(4) of the IT Act.

In such cases, the following shall be the rate of tax applicable for TY 2026-27 onwards:

Total income	Rate of tax
Upto INR 4,00,000	Nil
From INR 4,00,001 to INR 8,00,000	5% of excess over INR 4,00,000
From Rs. 8,00,001 to Rs. 12,00,000	10% of excess over INR 8,00,000 + INR 20,000
From Rs. 12,00,001 to Rs. 16,00,000	15% of excess over INR 12,00,000 + INR 60,000
From Rs. 16,00,001 to Rs. 20,00,000	20% of excess over INR 16,00,000 + INR 1,20,000
From Rs. 20,00,001 to Rs. 24,00,000	25% of excess over INR 20,00,000 + INR 2,00,000
Above Rs. 24,00,000	30% of excess over INR 24,00,000 + INR 3,00,000

In computing the income-tax under the new regime, certain deductions like standard deduction upto Rs. 75,000/- available to salaried taxpayers, etc., shall be allowed. However, most of the deductions/exemptions such as section 123, 126, etc. would need to be foregone.

A resident individual (whose total income does not exceed Rs. 12,00,000 as per Finance Act, 2026 for TY 26-27) (excluding income taxable at special rates, e.g, capital gains, etc) whose income is chargeable to tax under Section 202(1) of the IT Act can avail rebate under section 156. It is deductible from income tax before calculating health and education cess. The amount of rebate available would be 100 per cent of income-tax chargeable on his total income or Rs. 60,000/-, whichever is less. Further, where the total income exceeds Rs.12,00,000, the assessee shall be entitled for deduction of an amount equal to the amount by which the income-tax payable on the total income exceeds the amount by which the total income exceeds Rs.12,00,000.

Where the assessee as stated above, specifically opts to be governed by the erstwhile regime, the income earned by assessee should be liable to tax as per the applicable slab rates (plus applicable surcharge and health and education cess) based on the taxable income of such assessee. The slab rates applicable to such investors (other than resident individuals aged 60 years or more) are as follows:

Income	Tax rate*
Up to INR 2,50,000#	NIL
Exceeding INR 2,50,000 up to INR 5,00,000@	5 per cent of the amount by which the total income exceeds INR 2,50,000
Exceeding INR 5,00,000 up to INR 10,00,000	20 per cent of the amount by which the total income exceeds INR 5,00,000 plus INR 12,500$
Exceeding INR 10,00,000	30 per cent of the amount by which the total income exceeds INR 10,00,000 plus INR 112,500$

@A resident individual (whose total income does not exceed Rs 500,000) can avail rebate under section 156. It is deductible from income tax before calculating health and education cess. The amount of rebate available would be 100 per cent of income-tax chargeable on his total income or Rs 12,500, whichever is less.

* plus surcharge if applicable and a health and education cess ('cess') of 4 per cent on the amount of tax plus surcharge, if applicable.

for resident senior citizens of sixty years of age and above but below eighty years of age, Rs 250,000 has to be read as Rs 300,000 and for resident senior citizens of eighty years of age and above ("super senior citizen") Rs 250,000 has to be read as Rs 500,000.

$Similarly, for resident senior citizens of sixty years of age and above but below eighty years of age, Rs 12,500 has to be read as Rs 10,000 and Rs 112,500 has to be read as Rs 110,000. And for super senior citizen Rs 12,500 has to be read as Nil and Rs 112,500 has to be read as Rs 100,000.

Partnership Firms & LLP's:

The tax rates applicable would be 30 per cent (plus surcharge if applicable – Refer Note 2 and a health and education cess of 4 per cent on the amount of tax plus surcharge, if applicable).

Domestic Companies:

Type of Domestic company	**Base normal tax rate on income (other than income chargeable at special rates)**	**Base MAT rate**
Domestic companies having turnover or gross receipts of upto Rs 400 Cr in TY 2024-25	25 per cent	14 per cent
Domestic manufacturing company set-up and registered on or after 1 March 2016 subject to fulfilment of prescribed conditions (Section 199)	25 per cent	14 per cent
Any domestic company (even if an existing company or engaged in non-manufacturing business) has an option to avail beneficial rate, subject to fulfilment of prescribed conditions (Section 200)	22 per cent	Not applicable
Domestic manufacturing company set-up and registered on or after 1 October 2019 and commences manufacturing upto 31 March 2024, has an option to avail beneficial rate, subject to fulfilment of prescribed conditions (Section 201)	15 per cent	Not applicable
Domestic companies not falling under any of the above category	30 per cent	14 per cent

Note 2: Surcharge (as applicable to the tax charged on income)

Non-corporate assessees (other than firm, co-operative societies and FIIs):

Particulars	Rate of Surcharge
Where total income (including dividend income and income under the provisions of section 196, section 198 and section 197 of the IT Act) does not exceed Rs 50 lacs	Nil
Where total income (including dividend income and income under the provisions of section 196, section 198 and section 197 of the IT Act) exceeds Rs 50 lacs but does not exceed Rs 1 crore	10 per cent on total tax
Where total income (including dividend income and income under the provisions of section 196, section 198 and section 197 of the IT Act) exceeds Rs 1 crore but does not exceed Rs 2 crore	15 per cent on total tax
Where total income (excluding dividend income and income under the provisions of section 196, section 198 and section 197 of the IT Act) does not exceed Rs 2 crore but total income (including dividend income and income under the provisions of section 196, section 198 and section 197 of the IT Act) exceeds Rs 2 crore	15 per cent on total tax *The Finance Act, 2022 from TY 2022-23 has capped the surcharge rates for long-term gains chargeable to tax under section 112 of the IT Act 1961 (section 197 of the IT Act).*
Where total income (excluding dividend income and income under the provisions of section 196, section 198 and section 197 of the IT Act) exceeds Rs 2 crore	- 25 per cent on tax on income excluding dividend income and income under the provisions of section 196, section 198 and section 197 of the IT Act - 15 per cent on tax on dividend income and income under the provisions of section 196, section 198 and section 197 of the IT Act. *The Finance Act, 2022 from TY 2022-23 has capped the surcharge rates for long-term gains chargeable to tax under section 112 of the IT Act 1961 (section 197 of the IT Act) as well.*

Note: *The Finance Act, 2022 from TY 2022-23 has capped the surcharge rates for long-term gains chargeable to tax under section 112 of the IT Act 1961 (section 197 of the IT Act) as well.*

As per the FA, 2023, the maximum surcharge rate in case of capital gains chargeable to tax under section 112 of the IT Act 1961 (section 197 of the IT Act), in case of an assessee being an individual, HUF, AOP (not being a co- operative society), BOI or artificial juridical person is also capped to 15%.

FIIs (Non – corporate):

Particulars	**Rate of Surcharge**
Where total income (including dividend income or income of the nature referred to in section 210(1) (Table Sl. No. 2 & 4) of the IT Act) does not exceed Rs 50 lacs	Nil
Where total income (including dividend income or income of the nature referred to in section 210(1) (Table Sl. No. 2 & 4) of the IT Act) exceeds Rs 50 lacs but does not exceed Rs 1 crore	10 per cent on total tax
Where total income (including dividend income or income of the nature referred to in section 210(1) (Table Sl. No. 2 & 4) of the IT Act) exceeds Rs 1 crore but does not exceed Rs 2 crore	15 per cent on total tax
Where total income (excluding dividend income or income of the nature referred to in section 210(1) (Table Sl. No. 2 & 4) of the IT Act) does not exceed Rs 2 crore but total income (including dividend income or income of the nature referred to in section section 210(1) (Table Sl. No. 2 & 4) of the IT Act) exceeds Rs 2 crore	15 per cent on total tax
Where total income (excluding dividend income or income of the nature referred to in section 210(1) (Table Sl. No. 2 & 4) of the IT Act) exceeds Rs 2 crore	- 25 per cent on tax on income excluding dividend income or income of the nature referred to in section section 210(1) (Table Sl. No. 2 & 4) of the IT Act - 15 per cent on tax on dividend income or income of the nature referred to in section section 210(1) (Table Sl. No. 2 & 4) of the IT Act

Note: The FA, 2023 has capped the highest surcharge rate to 25 per cent.

For assessees other than those covered above:

Particulars	Rate of surcharge applicable
Non-corporate taxpayers being firms and co-operative societies	Nil where total income does not exceed Rs 1 crore
	In case of co-operative societies- From TY 2022-23, 7 per cent where total income exceeds Rs 1 crore but does not exceed Rs 10 Crore. 12 per cent where total income exceeds Rs 10 crore. **In case of firm-** 12 per cent where total income exceeds Rs 1 crore
Domestic companies (other than companies availing benefit under section 200 and section 201 of the IT Act)	Nil where total income does not exceed Rs 1 crore
	7 per cent where total income exceeds Rs 1 crore but does not exceed Rs 10 crore
	12 per cent where total income exceeds Rs 10 crore
Domestic companies availing benefit under section 200 and section 201 of the IT Act	10 per cent (irrespective of total income)
Foreign Companies (including corporate FIIs)	Nil where total income does not exceed Rs 1 crore
	2 per cent where total income exceeds Rs 1 crore but does not exceed Rs 10 crore
	5 per cent where total income exceeds Rs 10 crore

A health and education cess of 4 per cent is payable on the total amount of tax plus surcharge.

Notes:

- The above statement sets out the provisions of law in a summary manner only and is not a complete analysis or listing of all potential tax consequences of the purchase, ownership and disposal of NCD.

- The above statement covers only certain relevant direct tax law benefits and does not cover benefit under any other law.

- The above statement of possible tax benefits is as per the current direct tax laws (read along with the amendments made by the Finance Act, 2026) relevant for the TY 2026-27.

- This statement is intended only to provide general information to the investors and is neither designed nor intended to be a substitute for professional tax advice. In view of the individual nature

of tax consequences, each investor is advised to consult his/her own tax advisor with respect to specific tax consequences of his/her investment in the NCD of the Company.

- In respect of non-residents, the tax rates and consequent taxation mentioned above will be further subject to any benefits available under the relevant DTAA, if any, between India and the country in which the non- resident has fiscal domicile.

- No assurance is given that the revenue authorities/courts will concur with the views expressed herein. Our views are based on the existing provisions of law and its interpretation, which are subject to changes from time to time. We do not assume responsibility to update the views consequent to such changes.

SECTION IV - ABOUT OUR COMPANY

INDUSTRY OVERVIEW

The information under this section has been derived and extracted from the industry report titled "Research Report on Financial Services Industry" dated May, 2026 prepared by CARE Analytics & Advisory Private Limited ("**CAAPL**") in an "as is where is basis" and the industry and third-party related information in this section has not been independently verified by us, the Lead Managers, or any of our or their respective affiliates or advisors. The information may not be consistent with other information compiled by third parties within or outside India. Industry sources and publications generally state that the information contained therein has been obtained from sources it believes to be reliable, but their accuracy, completeness and underlying assumptions are not guaranteed, and their reliability cannot be assured. Industry and Government publications are also prepared based on information as of specific dates and may no longer be current or reflect current trends. Industry and Government sources and publications may also base their information on estimates, forecasts and assumptions which may prove to be incorrect. Accordingly, investment decisions should not be based on such information. Figures used in this section are presented as in the original sources and have not been adjusted, restated or rounded-off for presentation in this Draft Prospectus. The recipient should not construe any of the contents in this report as advice relating to business, financial, legal, taxation or investment matters and are advised to consult their own business, financial, legal, taxation, and other advisors concerning the transaction. The information in this section must be read in conjunction with "Risk Factors" and "Our Business" on pages 22 and 149.

Economic Outlook

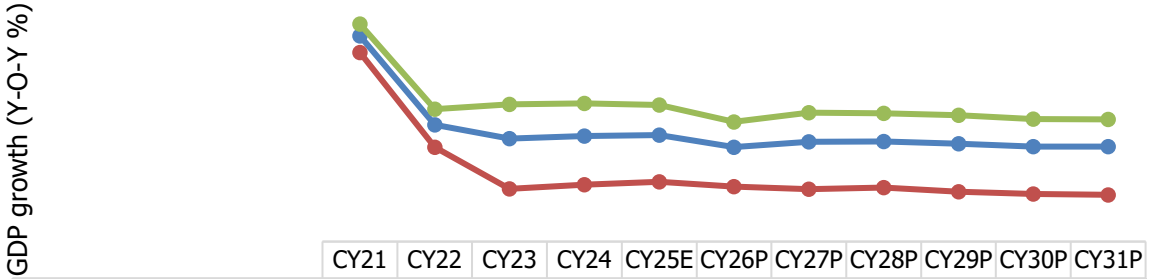
Global Economy

Global economic growth expected to sustain at ~3% in near term

Global economic growth is projected to moderate to around 3.1% in 2026, reflecting the impact of geopolitical tensions on energy and trade flows. The ongoing Middle East conflict poses downside risks, with prolonged disruptions potentially reducing growth further to 2.5%, or lower.

However, supportive factors such as continued investment momentum and policy support are helping offset some of these pressures.

Global Growth Outlook Projections (Real GDP, Y-o-Y change in %)



	CY21	CY22	CY23	CY24	CY25E	CY26P	CY27P	CY28P	CY29P	CY30P	CY31P
World	6.7%	3.8%	3.3%	3.4%	3.4%	3.1%	3.2%	3.2%	3.2%	3.1%	3.1%
Advanced Economies	6.1%	3.1%	1.7%	1.8%	1.9%	1.8%	1.7%	1.7%	1.6%	1.5%	1.5%
Emerging Market and Developing Economies	7.0%	4.3%	4.4%	4.5%	4.4%	3.9%	4.2%	4.2%	4.1%	4.0%	4.0%

Source: IMF – World Economic Outlook, April 2026; Notes: E-Estimate, P-Projections

GDP growth trend comparison - India v/s Other Economies (Real GDP, Y-o-Y change in %)

	Real GDP (Y-o-Y Change in %)										
	CY21	CY22	CY23	CY24	CY25	CY26 P	CY27 P	CY28 P	CY29 P	CY30 P	CY31 P
India	9.7	7.6	7.2	7.1	7.6	6.5	6.5	6.5	6.5	6.5	6.5
China	8.6	3.1	5.4	5.0	5.0	4.4	4.0	4.0	3.7	3.3	3.3
Indonesia	3.7	5.3	5.0	5.0	5.1	5.0	5.1	5.2	5.2	5.2	5.2
Saudi Arabia	6.5	12.0	0.5	2.6	4.5	3.1	4.5	3.6	3.5	3.5	3.6
Middle East and Central Asia	4.7	6.4	2.6	2.8	3.6	1.9	4.6	4.0	4.0	3.8	3.8
Latin America	7.5	4.3	2.3	2.4	2.4	2.3	2.7	2.9	2.9	2.7	2.6
Brazil	4.8	3.0	3.2	3.4	2.3	1.9	2.0	2.4	2.5	2.5	2.5
Euro Area	6.4	3.6	0.4	0.9	1.4	1.1	1.2	1.4	1.2	1.1	1.1
United States	6.2	2.5	2.9	2.8	2.1	2.3	2.1	2.1	1.9	1.8	1.8

Source: IMF- World Economic Outlook Database (April 2026)
Note: E-Estimate, P- Projections E-Estimated; India's fiscal year (FY) aligns with the IMF's calendar year (CY). For instance, FY24 corresponds to CY23

Advanced Economies Group
Advanced economies are projected to grow at around 1.8% in CY26 and 1.7% in CY27, the overall effect on growth in advanced economies of the conflict in the Middle East is modest.

In the **United States,** growth is forecast at about 2.3% in CY26, supported by fiscal measures and lower interest rates, even as the increase in trade barriers since April 2025 continues to weigh on the trade relations.

The **Euro Area** growth expected to decline in CY26 to 1.1% from 1.4% in CY25 and to 1.2% in CY27, due to negative impact of the war in the Middle East over time even though there was substantial growth in CY25.

Emerging Markets and Developing Economies Group
Emerging and developing economies are expected to fall to 3.9 percent in CY26 and recover to 4.2 percent in CY27, due to the global conflicts having a greater net impact on emerging economies than advanced economies.

China's growth remains steady at around 4.4% in CY26 and 4.0% in CY27, aided by easing tariff pressures, helped by lower effective US-China tariff rates than previously assumed due to yearlong trade truce being agreed to and sustained domestic activity. **India's** growth has been revised upward, with projections of 6.5% in CY26, driven by strong private consumption and continued policy support and an additional US tariff on Indian goods from 50 to 10 percent, which outweigh the adverse impact of the Middle East conflict.

Indonesia is expected to maintain consistent growth of around 5.0% over CY26 and 5.1% in CY27. **Saudi Arabia's** growth in CY26 has a downward projection to have a growth rate of 3.1% on account of the damage due to the ongoing tensions. On the other hand, **Brazil's** growth is projected to be 1.9% in CY26 and 2.0% in CY27, due to the war have a small net positive effect in 2026, as a result of the country being a net energy exporter.

Despite the turmoil in the last 2-3 years, India bears good tidings to become a USD 5 trillion economy by CY28. According to the IMF dataset on Gross Domestic Product (GDP) at current prices, the nominal GDP projected to be at USD 4.2 trillion for CY26 and is projected to reach USD 4.5 trillion by CY27 and USD 6.8 trillion by CY30. India's expected GDP growth rate for coming years is almost double compared to the world economy. The Indian economy shows resilience amid global inflation, supported by a stable financial sector, strong service exports, and robust investment driven by government spending and high-income consumer consumption, positioning it for better growth than other economies.

Besides, India stands out as the fastest-growing economy among the major economies. The country is expected to grow at CAGR of around 6.5% in the period of CY26-CY30, outshining China's growth rate. By CY30, the Indian economy is estimated to emerge as the third-largest economy globally, hopping over Japan and

Germany. Currently, it is the third largest economy globally in terms of Purchasing Power Parity (PPP) with a ~8.5% share in the global economy, with China on the top followed by the United States.

Indian Economic Outlook

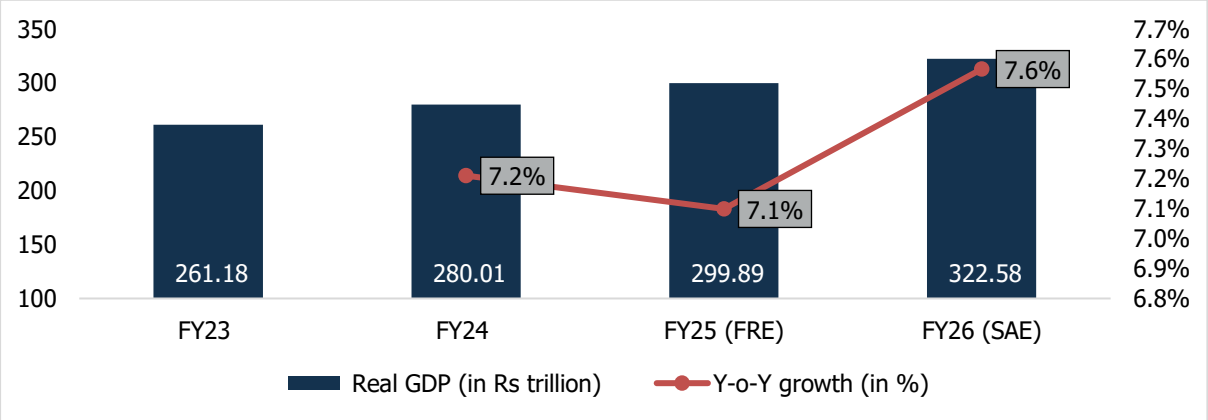
GDP Growth and Outlook

Resilience to External Shocks remains Critical for Near-Term Outlook

India's economy continues to show rapid growth. As per Second Advanced Estimates, GDP in FY26 is expected to have grown by 7.6%, supported by rising rural demand, better job opportunities and favourable business conditions.

For FY25, First Revised Estimates show a growth of 7.1% (Rs 299.89 trillion), led by robust performance in manufacturing, construction and financial services. Consumer spending rose by 7.6%, and government spending increased by 3.8%, both contributing to the overall growth. In FY23, the real GDP stood at Rs 261.18 trillion and registered Y-o-Y growth of 7.2% in FY24 (Rs 280.01 trillion).

Trend in Real Indian GDP growth rate



Source: MOSPI, RBI
Note: FRE- First Revised Estimates, SAE- Second Advanced Estimates;
The trend for FY23-FY26 is based on new series base year 2022-23

GDP Growth Outlook (April 2026)

FY27 GDP Outlook: RBI projects real GDP growth at 6.9% for 2026–27, supported by sustained momentum in the services sector, strong reservoir levels aiding the agricultural sector and private consumption expected to remain uplifted by discretionary spending. The government is also working towards minimising supply chain disruptions in critical sectors to ensure limited interruptions.

However, elevated energy and other commodity prices, as well as the disruptions in the Strait of Hormuz route are likely to affect growth in this year. Nevertheless, the government is working towards minimising the impact of the supply chain towards critical sectors to ensure minimal interruptions.

GDP Growth Outlook (Y-o-Y %)

FY27P (Complete Year)	Q1FY27P	Q2FY27P	Q3FY27P	Q4FY27P
6.9%	6.8%	6.7%	7.0%	7.2%

Source: Reserve Bank of India; Note: P-Projected
The trend is based on the new series base year 2022-23.

Gross Value Added (GVA)

GVA is the measure of the value of goods and services produced in an economy. GVA gives a picture of the supply side whereas GDP represents consumption. GVA in FY25 was powered by a broad-based rebound across sectors.

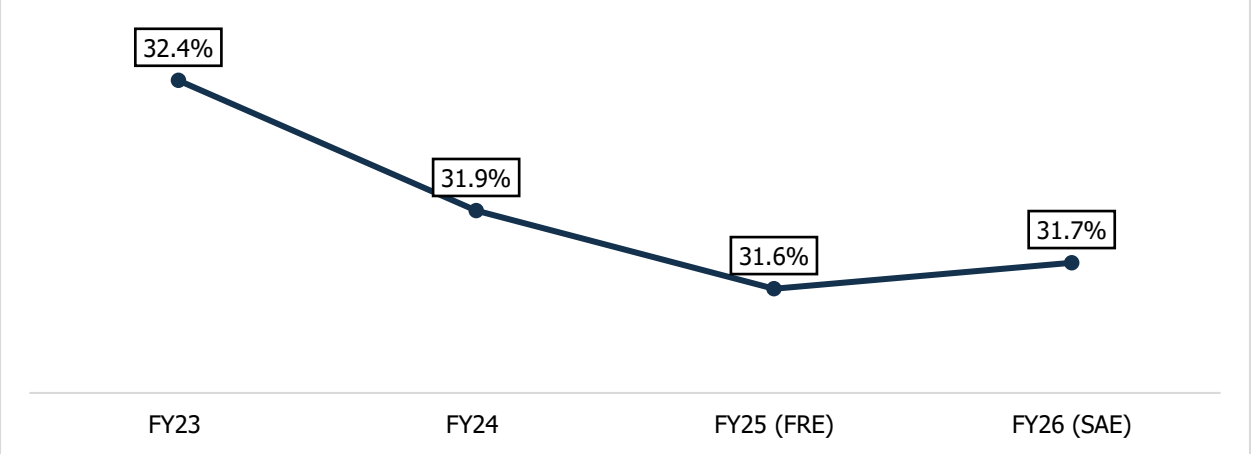
In FY26 (SAE), real GVA growth of 7.7% is primarily led by manufacturing, Trade, Hotels, Transport, Communication & Services related to Broadcasting, Storage. Industry is estimated at 8.8%, supported by a pickup in manufacturing and construction (11.5% and 7.1% respectively). The gap between GDP and GVA growth stood at 0.1 percentage point in FY26, with GDP growing at 7.7% and GVA at 7.6%.

Sectoral Growth (Y-o-Y % Growth) - at Constant Prices

At Constant Prices	FY24	FY25 (FRE)	FY26 (SAE)
Agriculture, Forestry & Fishing	**2.6**	**4.2**	**2.4**
Industry	**10.9**	**8.3**	**8.8**
Mining & Quarrying	2.4	11.7	4.1
Manufacturing	12.7	9.3	11.5
Electricity, Gas, Water Supply & Other Utility Services	10.7	2.9	1.5
Construction	9.9	7.3	7.1
Services	**7.0**	**7.9**	**9.0**
Trade, Hotels, Transport, Communication & Broadcasting	10.1	6.6	10.1
Financial, Real Estate & Professional Services	5.5	10.0	9.9
Public Administration, Defence and Other Services	6.8	5.0	5.8
GVA at Basic Price	**7.2**	**7.3**	**7.7**

Source: MOSPI; Note: FRE- First Revised Estimates, SAE – Second Advanced Estimates;
The trend for FY24-FY26 is based on new series base year 2022-23.

Gross Fixed Capital Formation (GFCF) as % of GDP (At current prices)



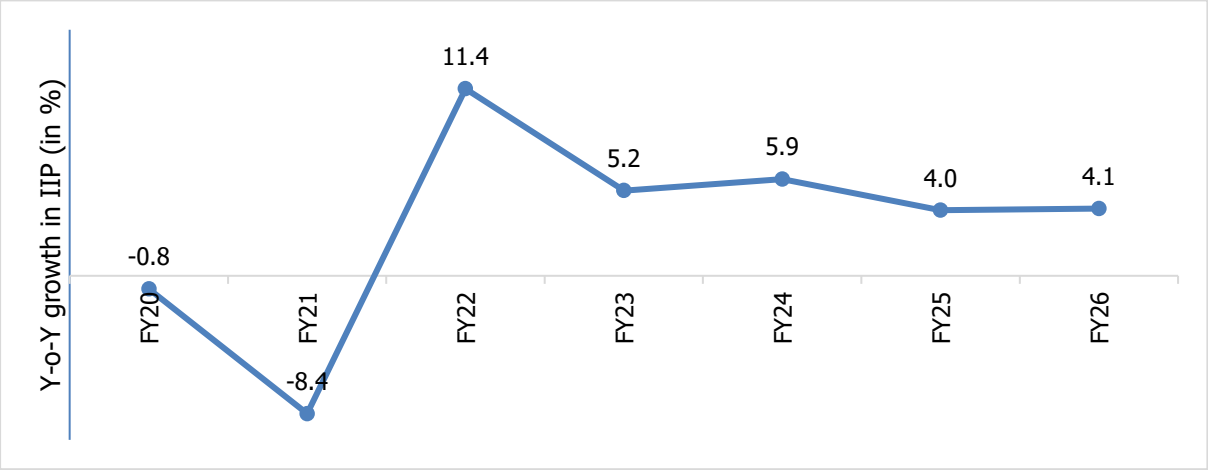
Source: MOSPI; Note: FRE- First Revised Estimates, SAE- Second Advanced Estimates

Overall, the support of public investment in infrastructure is likely to gain traction due to initiatives such as Atmanirbhar Bharat, Make in India, and Production-linked Incentive (PLI) scheme announced across various sectors.

Industrial Growth

The Index of Industrial Production (IIP) in India grew by 4.1% year-on-year in March 2026, showing steady but moderate industrial momentum, with mining (5.5%) and manufacturing (4.3%) driving growth, while electricity lagged at just 0.8%.

Y-o-Y growth in IIP (in %)

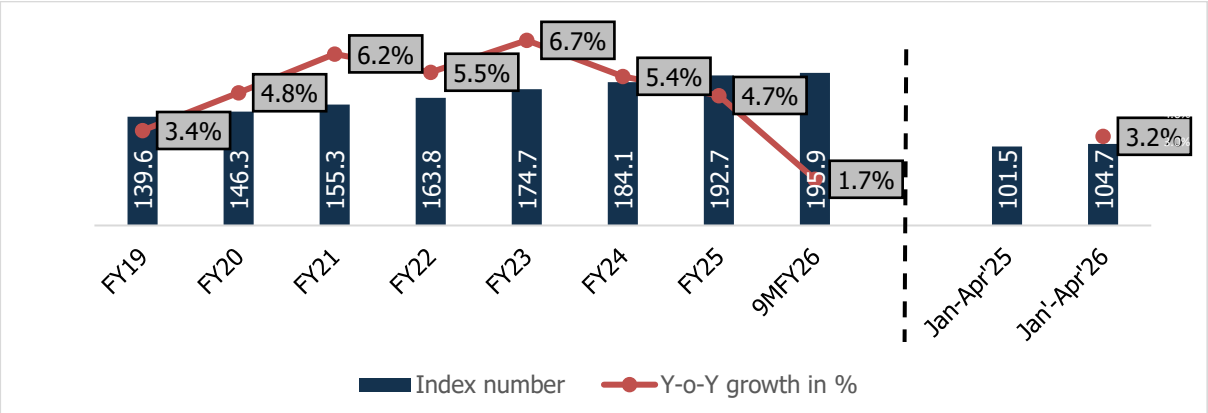


Source: MOSPI

Consumer Price Index (CPI) Records Combined Inflation Rate of 3.5% for April 2026

Between January and April 2026, inflation followed a steady yet modest path, averaging 3.2% across the Consumer Price Index. By April, the year-on-year rise sharpened slightly, reaching 3.48% compared to the same month in 2025. Within this, the rural inflation rate stood at 3.8%, while the urban inflation rate was comparatively lower at 3.2%. This indicates an overall modest inflationary trend, with rural areas experiencing relatively higher price pressures than urban regions.

Retail Price Inflation in terms of index and Y-o-Y Growth in % (Base: 2011-12=100, 2023-24=100)

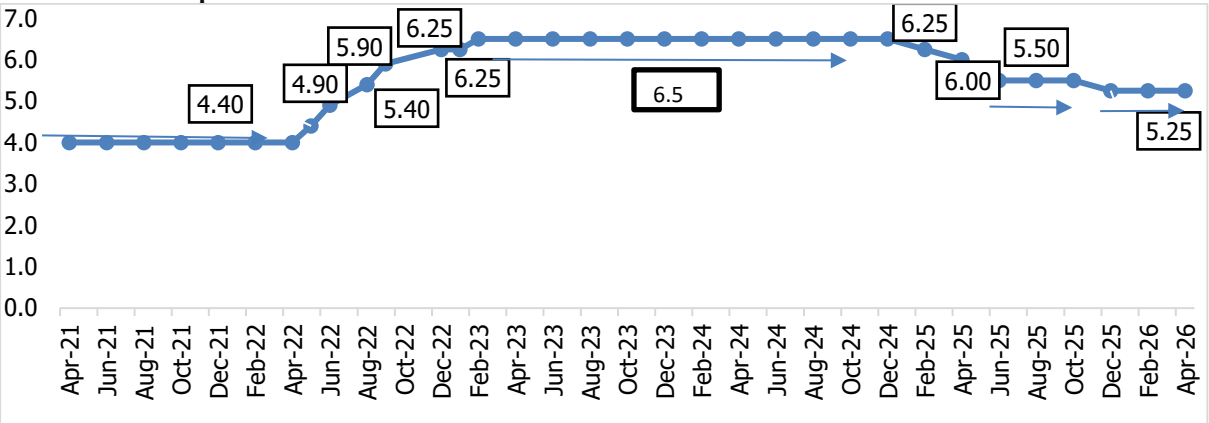


Source: MOSPI; Note: Base Year for FY26 YTD has been revised to 2024, while prior years remain on the 2012 base; the January-April 2025 and 2026 figures are also reported on the 2024 base.

The CPI is primarily factored in by the RBI while preparing their bi-monthly monetary policy. At the bi-monthly meeting held in April 2026, RBI projected inflation at 4.6% for FY27 with inflation during Q1FY27 at 4.0%, Q2FY27 at 4.2%, Q3FY27 at 5.2% and Q4FY27 at 4.7%.

Considering the current inflation situation, RBI has maintained the repo rate at 5.25% in the April 2026 meeting of the Monetary Policy Committee (MPC).

RBI historical Repo Rate



Source: RBI

The RBI maintained a 'neutral' monetary policy stance, though, the MPC noted an increase in geopolitical tensions. The India Meteorological Department (IMD) expects a below normal monsoon, rain in most parts of the country except in some areas of the northeast, southern peninsula and northwest India.

Elevated global crude oil prices have led to nominal increase in petrol and diesel prices in India. However, going forward, if the geopolitical situation does not improve, further hike in prices remains a monitorable. The rise in energy prices and weather disturbances affecting food prices are upside risks to inflation.
The growth is expected to be supported by robust private consumption and investment demand. RBI has adopted for a non-inflationary growth with the foundations of strong demand and supply with a good macroeconomic balance.

With volatile trade conditions in view, the domestic growth and inflation curve requires the policies to be supportive.

Concluding Remarks

Global economic growth faces headwinds from geopolitical tensions, volatile commodity prices, high interest rates, inflation, financial market volatility, climate change and rising public debt. The IMF forecasts GDP growth for India at 6.5% in CY26, far outpacing the estimated CY26 global average of 3.1%. Key drivers include strong domestic demand, government capital expenditure and moderating inflation.

India's position as a manufacturing hub is strengthened by government initiatives, a skilled workforce, and a growing startup ecosystem, with ongoing reforms and innovation enhancing its global role. Key growth indicators like the PMI, E-way bills, bank credit, toll collections, and GST collections have shown growth in FY27. India's economic growth in FY27 is expected to be supported by strong domestic demand, healthy rural consumption, and robust credit expansion. Key indicators point to sustained growth driven by improved infrastructure, private consumption, and foreign investments. Normalising the employment situation after opening up of the economy is supporting consumption expenditure. Public investment is set to grow with a Rs 12.20 lakh crore capital expenditure allocation for FY27. Private sector investment is also rising, supported by new project data and capital goods imports. Improved rural demand, favourable monsoon conditions, and government policy will further boost the investment cycle.

As of May 2026, India–US trade negotiations are ongoing and the final Bilateral Trade Agreement (BTA) has not yet been concluded. In February 2026, both countries announced a framework for an Interim Agreement aimed at promoting reciprocal and mutually beneficial trade. Under this framework, the United States proposed an 18% reciprocal tariff rate on Indian goods, while also indicating the possible removal of tariffs on sectors such as

generic pharmaceuticals, gems and diamonds, aircraft parts and certain engineering products, subject to finalization of the agreement.

India continues to strengthen its position through diversification of trade partnerships and expansion of FTAs with the EU, UK, EFTA and other economies. This, along with India's growing manufacturing capacity and supply-chain integration, supports its competitiveness in sectors such as electronics, textiles, pharmaceuticals and auto components.

The Iran conflict has disrupted shipping through the Strait of Hormuz route, a critical chokepoint for global oil and LPG trade, handling a significant share of India's energy imports and playing a vital role in maintaining stable supply chains. Any disruption in this region can affect shipping routes, increase freight and insurance costs, and create supply-side uncertainties for energy imports. Prolonged geopolitical tensions or conflict in the region could lead to sustained increases in crude oil and LPG prices, which may translate into higher input costs across industries and contribute to inflationary pressures in the Indian economy.

Overview of Non-Banking Financial Institutions

Non-Banking Financial Institutions Overview

Non-banking financial institutions (NBFIs) encompass a heterogeneous group of financial intermediaries. Those under the regulatory purview of the Reserve Bank comprise:

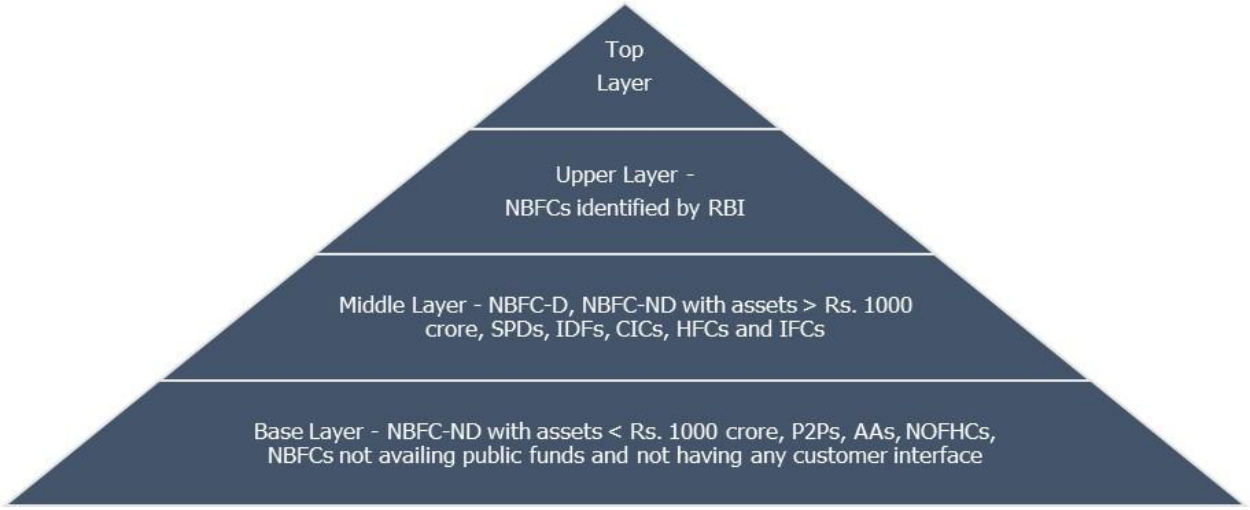
- All-India Financial Institutions (AIFIs) that include the National Bank for Agriculture and Rural Development (NABARD), the Export-Import Bank of India (EXIM Bank), the Small Industries Development Bank of India (SIDBI), and the National Housing Bank (NHB) are apex financial institutions that play an important role in meeting the long-term funding requirements of agriculture and the rural sector, foreign trade, small industries, housing finance companies (HFCs), NBFCs, Micro Finance Institutions (MFIs), and other specialised segments and institutions.
- Non-banking financial companies (NBFCs) are government/public/private limited companies that specialise in delivering credit to a wide variety of specific segments, ranging from infrastructure to consumer durables and vehicle financing. Housing finance companies (HFCs) extend housing finance to individuals, cooperative societies, and corporate bodies and lease commercial and residential premises to support housing activity in the country.

Structure of NBFCs

NBFIs play a key role in the Indian financial system by complementing and competing with banks, and by bringing efficiency and diversity into financial intermediation. NBFCs have evolved in terms of operations, heterogeneity, asset quality and profitability, as well as regulatory architecture.

NBFCs are a group of heterogenous financial entities operating with diverse business strategies. The Reserve Bank's scale-based regulation (SBR) framework categorises NBFCs into top, upper, middle, and base layers, based on their size, activity, and perceived riskiness. The SBR framework is progressive as it is built on the principle of proportionality, with regulations commensurate with the size and interconnectedness of the NBFCs. Smaller and/or less complex NBFCs are relatively lightly regulated, while larger and more systemically important NBFCs are subjected to enhanced regulatory scrutiny.

According to RBI, NBFCs are classified based on size and risk perception using Scale Based Approach –

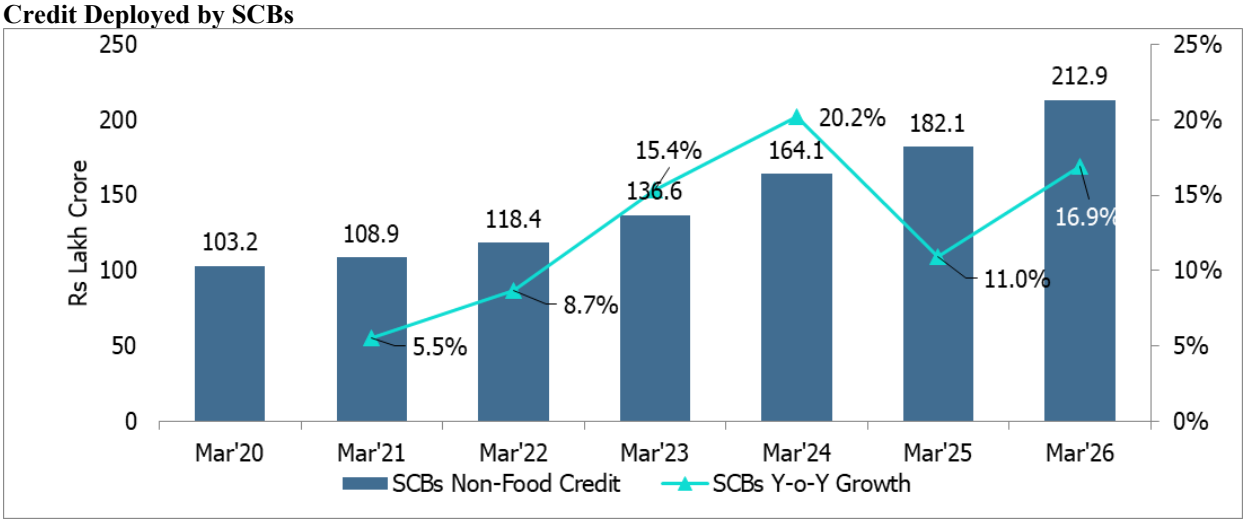


Source: RBI, CareEdge Research
Notes: 1. NBFCs-D, CICs, NBFC-IFCs and HFCs will be included in the middle or the upper layer.
2. The remaining NBFCs, viz., NBFC-ICC, NBFC-MFI, NBFC-Factors and NBFC-MGC could lie in any of the layers depending on the parameters of SBR.
3. Government owned NBFCs shall be placed in the Base Layer or Middle Layer, as the case may be.

Since NBFCs cater to niche areas, they are also categorised based on the activities they undertake. Till February 21, 2019, NBFCs were divided into 12 categories. Thereafter, these categories were harmonized to provide NBFCs with greater operational flexibility. As a result, asset finance companies (AFCs), loan companies (LCs), and investment companies (ICs) were merged into a new category called Investment and Credit Companies (NBFC-ICC). At present, there are 11 categories of NBFCs based on activity-based classification.

Trends in Banks and NBFCs Credit in India

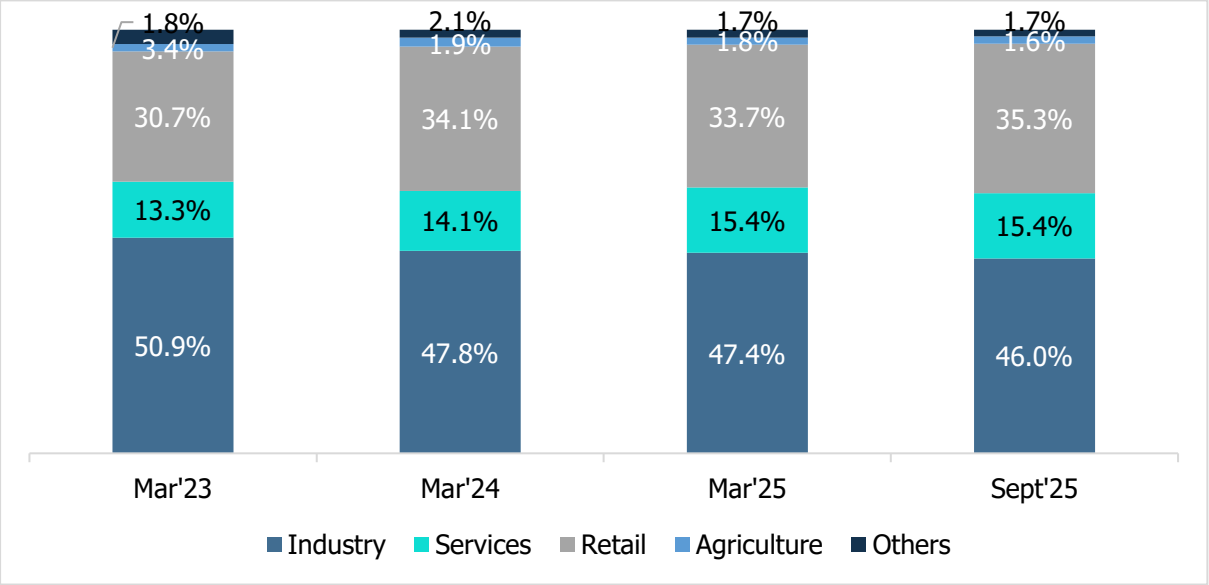
Credit Deployed by SCBs



Source: RBI, CareEdge Estimates
Note: March 2026 growth indicates growth over March 2025

As of March 2026, SCBs witnessed an improvement in credit growth at 16.9% y-o-y over Mar'25. SCBs' non-food credit outstanding reached Rs 211.9 lakh crore in Mar'26, indicating broad-based expansion across sectors. This growth was primarily supported by continued traction in retail lending, particularly in gold and vehicle loans, as well as steady MSME financing and working capital requirements. . A sequential improvement was also visible, driven by lending to NBFCs and corporates.

Sectoral Distribution of NBFC Credit



Source: RBI, CareEdge Research
Note: Industry includes credit to micro, small, medium and large enterprises;
Retail loans are personal loans for housing loans, consumer durables, auto loans, and other personal loans;
Services include credit towards commercial real estate, retail trade and other such loans
Others include credit deployed towards agriculture and allied activities and other non-food credit

The industry sector has remained the largest recipient of credit extended by NBFCs followed by retail loans, services, other non-food credit, and agriculture & allied activities. NBFCs have increased the amount of credit deployed to industry on account of improved demand for credit mainly for working capital loans amid fluctuations in commodity prices. As of Sept'25, industry credit has contributed around Rs. 24 lakh crore, which is around 46% of NBFCs' gross credit deployed, as per the RBI.

While NBFCs credit to the industry is growing, their credit to services has increased marginally mainly due to increase in credit to the commercial real estate sector, transport operators, trade, and other services. As of Sept'25, as per data published by RBI, credit deployed to the service sector has hovered around Rs. 8 lakh crore, contributing to over 15.4% of NBFCs gross credit deployed.

Housing loans, vehicle loans, gold loans, consumer durable loans, or any other personal loans also come under the purview of retail loans, which are the major focus area for NBFCs from the last couple of years. In the face of the low demand for credit coming from the services or industrial sectors, NBFCs have started moving their interests towards retail lending to augment growth. Implementation of unsecured retail lending has become faster than the overall gross deployment of credit. As of Sept'25, Rs. 18.4 lakh crore retail loans were outstanding, and this amount accounts for more than one-third of the overall NBFC credit. Furthermore, in terms of delinquencies retail loans have lower delinquencies when compared to MSME/corporate lending, another major factor for the NBFCs increased focus towards retail lending.

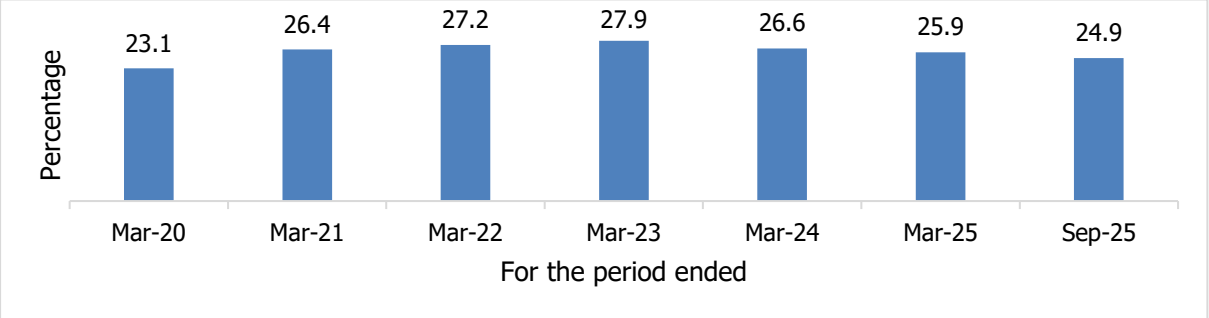
Asset Quality

The asset quality of NBFCs has seen continued to improve supported by strong balance sheets, an increase in provisions and improved collection efficiency. Additionally, restructuring of their loan book and non-performing assets (NPA) write-offs have also aided the improvement in the asset quality of NBFCs. As of Mar'25, the GNPA of NBFCs reached 2.9% from an earlier 4.0% in Mar'24 and is expected to remain stable at 2.9-3.0%. Going forward asset quality is expected to remain in check owing to increased provisions, decline in fresh slippages.

Capital Adequacy

Over the years, NBFCs' CRARs have improved on account of increase in the level of Tier-I capital, retained earnings and moderation in NPA. NBFCs are well capitalized, with their capital to risk-weighted asset ratio (CRAR) well above the stipulated level of 15%. As per the RBI data, CRAR was 24.9% as of Sep-25 and previously it was 25.9% for Mar-25.

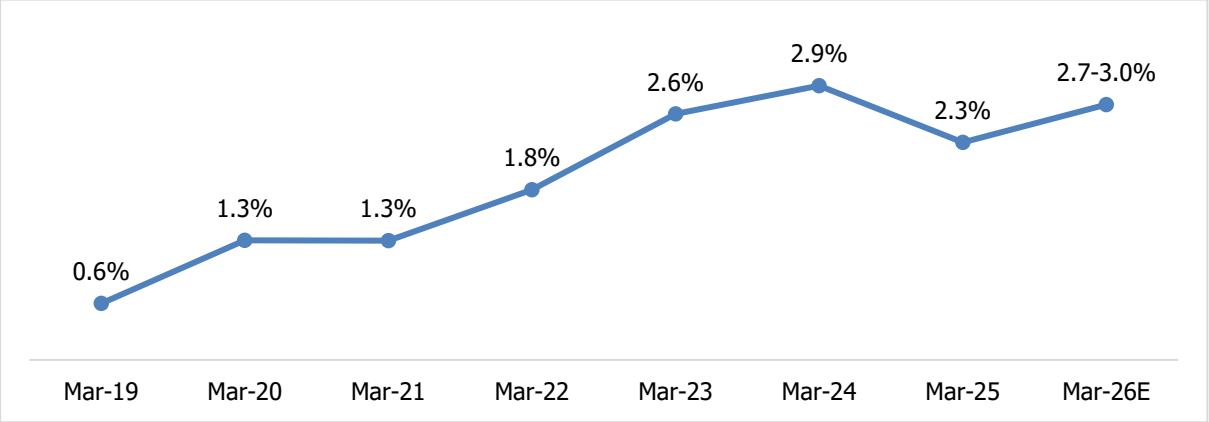
Capital Position of NBFCs



Source: RBI, Data are provisional
Note: Capital to Risk- Weighted Assets Ratio (CRAR) is Tier 1+Tier 2 Capital by Risk-weighted Assets

Profitability of NBFCs

Return on Assets of NBFCs



Source: RBI, CareEdge Research Estimates

Key growth drivers

Technological adoption and Co-lending arrangements

NBFCs deploy technological solutions to develop innovative products and lower operational costs. NBFCs are increasingly leveraging technology to enhance their reach while increasing efficiency. NBFCs also collaborate with various alternative financiers and commercial banks by using the co-lending model, which enables them to diversify their income avenues and reach their targeted customer base through different channels. This co-lending model enables lenders to pool resources and distribute their risk while providing borrowers with access to diverse funding sources. Co-lending model is beneficial to banks and NBFCs as it enables them to accumulate large funds while distributing the risk associate with the funds.

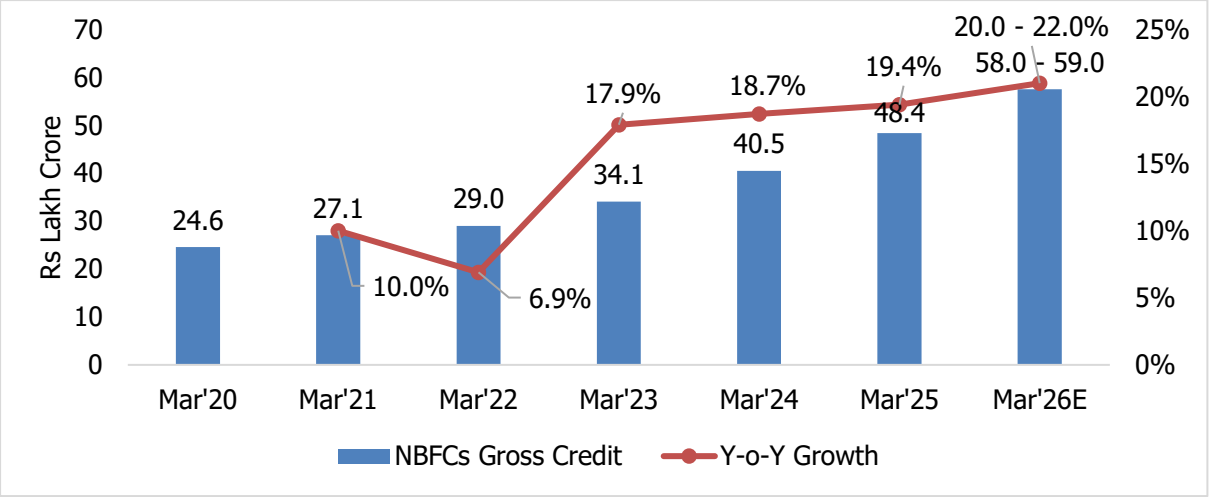
Government's focus on infrastructure development

With the growing population, the long-term need for robust infrastructure is necessary for economic development. This generates the need for massive investments in the development and modernization of infrastructure facilities, which will not only cater to the growing demand but will also ensure competitiveness in the global market.

Growth Outlook

CareEdge Research estimates NBFCs to have grown in the range of 20-22% y-o-y in FY26. supported by GST reforms and reduction in interest rates. NBFCs are expected to maintain a stable growth trajectory, aided by diversified lending portfolios and prudent risk management, even as the retail segment, particularly unsecured loans, witnesses moderation amid evolving consumer trends and slower middle-class spending.

Gross Credit Deployed by NBFCs



Source: RBI, CareEdge Research
Note: Data are provisional, E - Estimate

Overview of Indian Housing Sector

Housing development and democratized homeownership are important economic and social policy objectives in India. Economic development and rising per capita income have created a new aspirational India. Owning a home is an essential part of Indian aspirations.
The real estate industry is one of the most crucial and recognized sectors across the globe. The industry can be further segmented into four sub-sections – housing, commercial, retail, and hospitality. Of these, the residential segment contributes to around 80 percent of the overall sector. The growth of the overall real estate industry also depends on the growth in the corporate environment and the demand for office spaces, urban and semi-urban accommodations. The construction industry is therefore one of the major sectors in terms of its direct, indirect, and induced impacts on all sectors of the economy.

In India, the real estate industry contributes in generating huge employment. Around three houses are built per 1,000 people per year as against the required construction rate of five houses per 1,000 individuals per year, as per industry estimates. This indicates that there is significant untapped potential for growth in the sector. While the current shortage in housing in urban areas is pegged at around 1 crore units, the shortage in the affordable housing space is expected to be much higher considering the population belonging to that strata. Along with this, increased economic growth and the uptick in India's service sector have created additional demand for office space, which in turn is likely to result in greater demand for housing units in the nearby vicinity.

India is in the top 10 price-appreciating housing markets internationally. Therefore, it is also expected that this sector will incur more non-resident Indian (NRI) investment, both in the short term and the long term. The growing flow of funds through the FDI route in Indian real estate is encouraging increased transparency. Developers, to attract funding, have revamped their accounting and management systems to meet due diligence standards.

The housing finance sector in India comprises financial institutions, scheduled commercial banks, regional rural banks, agriculture, and rural development banks, housing finance companies, state-level apex cooperative housing finance society, NBFCs, MFIs, and self-help groups.

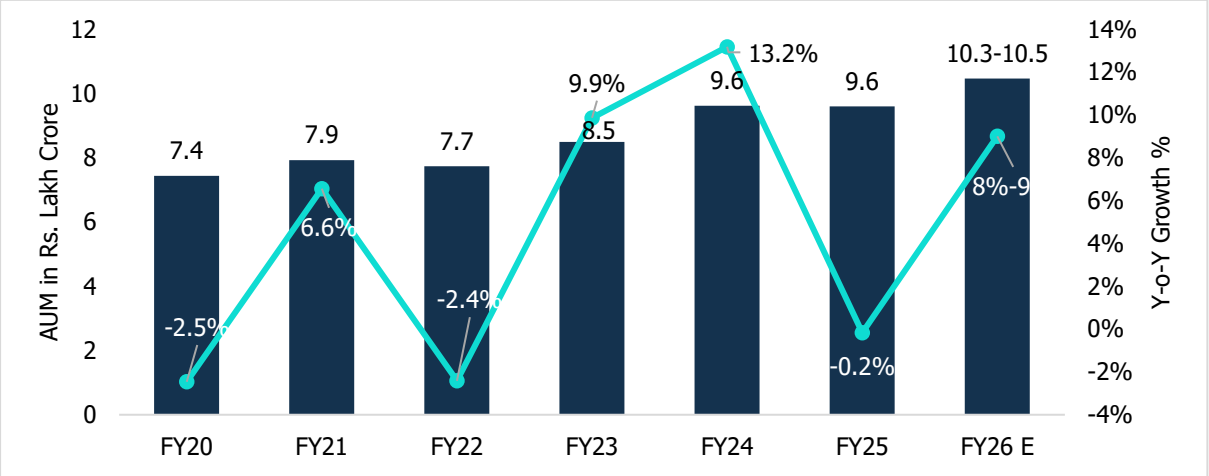
The purpose of a housing finance system is to provide the funds to home aspirational. The important feature of any financing scheme is the ability to channel the funds of investors to those purchasing their homes. The role of housing finance is to eliminate these obstacles and contribute to better living standards for a thriving economy. This will directly or indirectly generate demand for supporting industries and lead to the creation of job opportunities.

India has changed socially and there is no stigma attached today to go for borrowed funds. The emergence of housing finance is a major business in the country, the demand for housing loans was rapidly increasing in recent years. The reasons for this were affordability of housing, reduced interest rates, attractive tax incentives, supporting government policy (PMAY), and an increase in overall household incomes. Despite policy focus and sustained government efforts, India still suffers from a housing shortage that could increase with a rising population.

Credit Growth Trend of Housing Finance Companies

Housing finance companies (HFCs) serve as an alternative financing channel to the real estate and housing sector and are a part of the non-banking financial companies (NBFC) sector. Home loans account for over 70% of HFCs' loan books followed by construction finance and loan against property.

HFCs Outstanding Loans and Advances Portfolio



Source: RBI

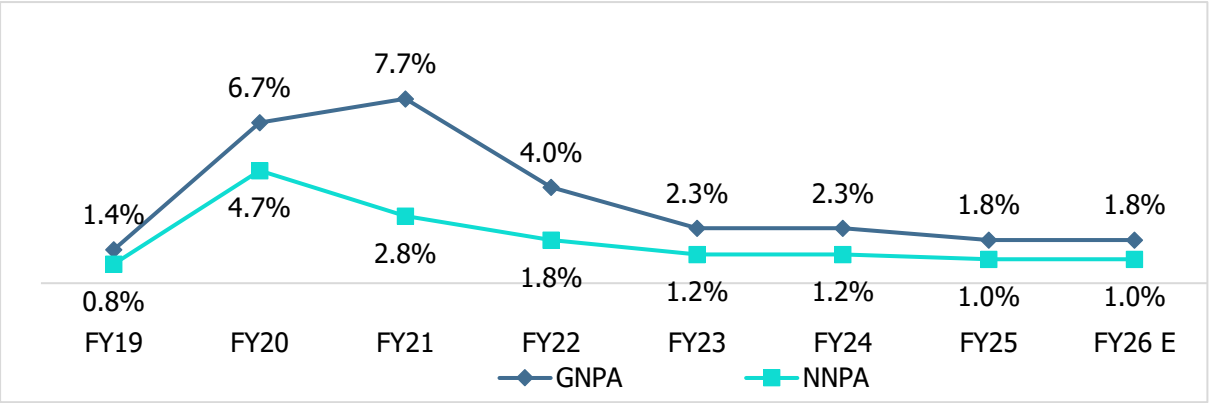
Note: E – Estimated; The reason for decline in FY25 is primarily due to the conversion of two HFCs into NBFCs

The outstanding loan and advances portfolio of HFCs continues to see an upward trend on the back of increase in demand for housing loans, government's focus towards affordable housing has encouraged home buys to avail home loans.

The affordable housing finance segment is the largest – and most challenging - within India's housing finance sector. India's typical affordable HFC customer lives in Tier-2 and Tier-3 cities, is new to the concept of credit, earns a low informal income, does not possess income documents and is usually self-employed. These realities warrant the use of specialized expertise in addition to what is used in conventional lending.

As of FY25, the loans and advances portfolio of HFC is Rs. 9.6 lakh crores. The upward trend is expected to persist in FY26, with loans and advances portfolio of HFC expected to reach Rs 10.3-10.5 lakh crores growing at 8% to 9%. The upward growth trajectory of HFCs loans and advances can be attributed to the increasing demand for individual home loans. Growth projection is consistent with macroeconomic expectations of rising home ownership, increased penetration of home loans in semi-urban and rural markets, and the continued expansion of affordable housing.

Asset quality of HFCs



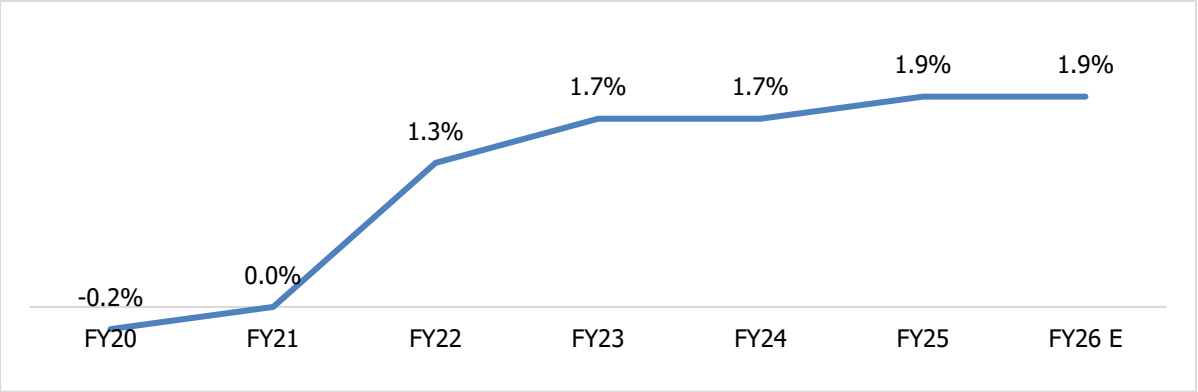
Source: RBI, CareEdge Research
Note: E indicates Estimates

The asset quality continued to remain rangebound from FY24 to FY25 and expected to remain in the same range in FY26 as well. This sustained asset quality can be attributed to good recoveries, increased provisions, and lower slippages supported by asset recognition norms over the past 5 years. In FY25, net NPA declined marginally to 1.0% from 1.2% in FY24 led by restructuring of loan book and write-offs over the period. Additionally, healthy growth in disbursement, improved demand for credit and capital adequacy of HFCs has also aided the improvement in asset quality in the post Covid-era.

Over the years, the asset quality of HFCs has also improved as they have shifted their focus towards retail loans that have low slippages compared to corporate loans and are low risk in nature.

Profitability

Return on Assets (ROA) of HFCs



Source: Company reports, CareEdge Research
Note: Analysis based on 5 major HFCs, E indicates Estimates

Over the past few years, the return on assets of HFCs has increased, from -0.2% in FY20, to 1.9% in FY25. This uptick is supported by growing loan book, improved balance sheets and asset quality of HFCs.

Growth Drivers

The non-banking housing finance market in India is fragmented with over 90 HFCs. However, the top four players constitute over 70% of the market share. In addition, unlike banks, the HFCs are governed by the National Housing Bank, a subsidiary of the RBI. As HFCs were not able to accept deposits from consumers in normal circumstances earlier, they have less stringent regulations vis-à-vis banks.

The HFCs gained prominence when the retail housing segment was neglected by banks, with many small consumers unable to fulfil the stringent documentation requirements of banks. Although the interest rates charged were higher than that of banks (due to a higher cost of funding), this did not deter small consumers from pursuing HFCs because of a clear lack of alternatives. Thus, in the last few years, there has been a large influx of new players, taking the number of non-deposit-taking HFCs from 55 in FY14 to currently more than 90 in FY25 according to the National Housing Bank.

In cases where the home value does not exceed Rs. 10 lakhs, HFCs may add stamp duty, registration costs and other documentation charges to the home value to increase the maximum allowable loan on a property. This in turn, allows these HFCs to lend more to home buyers as compared to banks. Further, with banks having switched to marginal-cost-based lending rates (changing from base rate regime) in 2016, interest rates may increase with funding costs, thereby, reducing the gap in rates offered by banks and HFCs. Despite the banks' larger scale and funding advantages, they have been losing out to the HFCs.

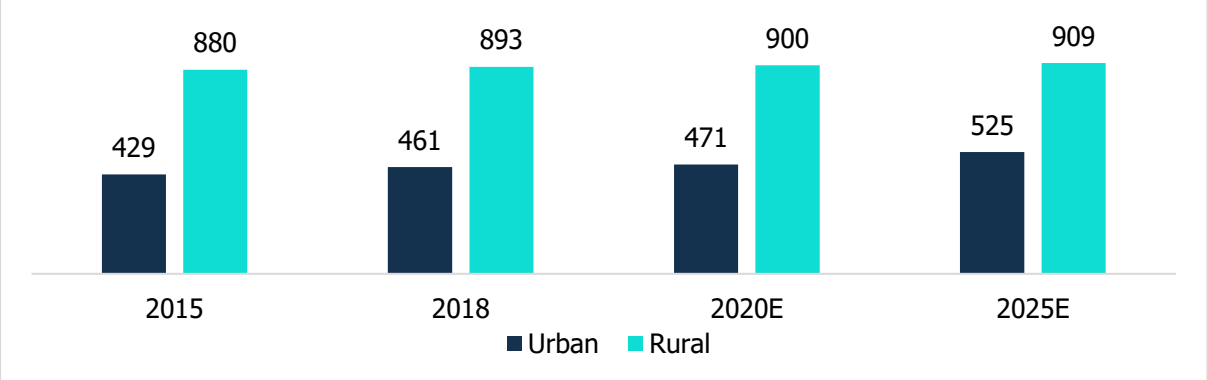
Population Demography

As per United Nations – Population Division - Department of Economic and Social Affairs, the Indian age demographic has two-thirds of our population below 35 years of age, and according to world bank, the share of people in the age group of 0-14 is estimated to be 24.4% in CY25. The share of the working-age population (15-64 years) is estimated to be 68.4% in CY25, which indicates a very positive outlook for the Indian housing sector.

The demand for new houses is steadily increasing as the pace of urbanization is expected to increase with the Government's focus on building new smart cities as well as a focus on Tier 2 cities, which have a population of around 10 lakh, and Tier 3 cities, which have a population of less than 10 lakh. Thus, CareEdge Research expects that surging growth and employment in these cities will prove to be a significant driver for people in the rural and semi-urban areas to shift to Tier 2 and Tier 3 cities.

The Indian economy has experienced steady growth in the past decade and is expected to be one of the fastest growing economies in the post-pandemic era. India's urban population is expected to reach over half a billion by 2025 from an estimated 46.1 crore in 2018. Rising income and employment opportunities have led to migration to urban areas thereby creating greater need for real estate in major Indian cities. The growth in economy coupled with increased urbanization to expected to boost the demand for housing industry.

Population breakdown of India (in millions)



Source: Ministry of Home Affairs, CareEdge Research
Note: E means estimate

Increase in Urbanization

The urban population is significantly growing in India. The urban population in India is estimated to have increased from 413 million (32% of total population) in CY13 to 519.5 million (36.4% of total population) in the

year CY23. India is undergoing a significant urban transformation, with the urban population projected to rise to 40% by CY36. This shift is driven by factors such as improved living standards, increased employment opportunities in urban areas, and government initiatives aimed at urban development. This rapid urbanisation might necessitate substantial investments in infrastructure, housing, and transportation.

Increasing purchasing power

The rising disposable income, which has grown at a CAGR of 9.0% between the period FY23 to FY26 (SAE), is expected to lead to increase in demand for residential real estate in India as more and more people are able to afford real estate purchases.

Rise in Number of Nuclear Families

According to 2001 census, out of 19 crore households, 10 crore or a little over 50 % were nuclear households. In the 2011 census, the share grew to 52.1% - 13 crore nuclear out of 24.9 crore households.

The nuclear family concept is very well linked with rapid urbanization of the country. People migrate from one place to another in search of jobs which ultimately increases the nuclear family count. Increase in nuclear families will lead to an eventual rise in demand for residential units.

Shift in buying behaviour

The coronavirus pandemic has shifted the attitude that resulted in consumers buying new homes. The financial uncertainty brought on by the pandemic is estimated to have led to many consumers considering a home as an essential financial security.

Consumers are also giving a serious thought to how they live and may want to move to larger homes considering their family size and the need to accommodate work-from-home, hybrid work and study-from-home. The demand for projects with good architecture, uncluttered space and recreational activities for children and elderly is projected to increase.

Government support under Pradhan Mantri Awas Yojana (PMAY)

PMAY is a government housing scheme in India aimed at providing affordable housing to all. It offers various forms of support to different income groups, including interest subsidies on home loans, financial assistance for self-construction, public-private partnerships for affordable housing projects, and slum redevelopment initiatives.

The scheme also promotes the use of innovative construction technologies and the development of affordable rental housing complexes. PMAY embodies the government's commitment to ensuring housing for all and improving living conditions for people across the country.

Technological development (Fintech)

Technology has helped HFCs/ NBFCs to provide fast, efficient, cost-effective, customized products and services to customers. It helps in increasing the productivity of the workforce, better utilization of resources, and automation of many manual procedures. Fintech is among the most talked-about development in the world currently having emerged as the world's second-largest fin-tech hub (trailing only the US), India, too, is experiencing this 'FinTech Boom.' Given that consumer banking is on the verge of disruption, there should be greater emphasis on the customer.

While traditional banks have yet to embrace a customer-centric model, fintech can help guide and boost the housing finance industry. It has helped in reaching out to larger geographies for business acquisition without

setting up brick and mortar setup. The use of mobile and mobile technology has made the onboarding of a customer easy, fast, and cost-effective. Technology helps to manage risk through analytics. It helps in making informed credit decisions.

The collection and recovery processes have become far more effective and efficient and significant scale-up of business across geographies at a cost-effective manner is possible with the help of technology. Technological advancement will help housing finance companies big time, it will help have a closer eye on NPA as it will be customer-centric, and companies will understand their consumers more effectively.

Outlook

CareEdge Research expects housing finance companies outstanding portfolio is estimated to have reach around Rs 10.3-10.5 lakh crores in FY26 on the back of sustained demand from the affordable housing segment, rising urbanization, low mortgage to GDP ratio, favourable demographics and increase in need of house ownership. However, stiff competition from banks, high property prices and moderation in home affordability will continue to be key challenges for the overall housing finance segment. The asset quality of housing finance companies is likely to be impacted by the inability of the borrower to repay amid interest rate hikes and rise in inflationary pressures.

The growth of housing industry is likely to have been supported by continuous efforts of the Government towards affordable housing finance, such as the Pradhan Mantri Awas Yojana ("PMAY"), which was launched in June 2015 to provide affordable housing to the urban poor. During the union budget of 2024-25, the Government has announced Rs.10 lakh crore under PM Awas Yojana 2.0, for Urban Housing, aims to fulfil one crore housing needs with a provision of interest subsidy to facilitate loans at affordable rates. Further, two crore houses under Rural Housing have been reiterated. CareEdge expects this initiative to bode well for the affordable housing segment, the benefits of this, however, are likely to be witnessed post FY25. CareEdge expects the outcome of this additional outlay under PMAY in the medium term to remain contingent upon the efficient construction and timely delivery of houses. As per Union Budget 2026-27, the government has continued to emphasise infrastructure and capital investment with a capital expenditure for FY27 estimated at Rs 12.2 lakh crores. This includes an outlay of Rs 2 lakh crore for capital support to states through Special assistance as loan to states for Capital Expenditure (SASCI).

Data as per PMAY Urban, since inception, the Government sanctioned 122.27 lakh houses under PMAY, of which 96.8 lakh houses were completed as of 4th February 2026. CareEdge expects the demand for affordable housing segment to increase supported by several factors, including their government incentives, relatively smaller base compared to traditional banking institutions and prime housing finance entities, their capacity to penetrate unorganized market segments, and their adept appraisal skills. CareEdge expects an overall boost in demand in the residential segment to aid the need for housing finance. Additionally, the wholesale finance book of HFCs is expected to see marginal growth driven by an up-cycle in residential real estate market and waning wholesale credit stress, pool of stressed wholesale assets.

MSME Finance

Introduction

The micro, small and medium enterprises ("**MSME**") sector is a vibrant and dynamic sector with crucial linkages to employment. The MSME sector is considered the growth engine of the Indian economy, with significant contribution to the GDP, exports, and employment generation. The sector contributes significantly to the economic and social development of the country by fostering entrepreneurship and generating large employment opportunities at comparatively lower capital cost. MSMEs are complementary to large industries as ancillary units, and the sector therefore contributes significantly to the inclusive industrial development of the country.

MSMEs are widening their domain across sectors of the economy, producing a diverse range of products and services to meet demands of domestic as well as global markets.

Credit growth in MSME lending

India witnessed a sharp jump in MSME lending in FY21, and this increase has been supported by Atmanirbhar Bharat scheme of Emergency Credit Line Guarantee Scheme (ECLGS) which provided 100% credit guarantee to lenders. The scheme that was announced by the Government in May 2020 helped the firms to get access to more credit.

NBFCs mainly deploy credit to MSMEs belonging to the services and agricultural sectors. In comparison, bank credit to MSMEs witnessed an improvement in FY22 and strengthened further in the FY23 on account of a resurgence in demand from MSMEs as well as support from the Central Government by way of credit guarantee. ECLGS scheme's extension up to Mar'23 was a major contributor to continued credit growth. The total guaranteed cover was also raised by Rs 50,000 crores to a total of Rs 5 lakh crore. The scheme was introduced to help mitigate the economic distress faced by MSMEs by providing them additional funding in the form of a fully guaranteed emergency credit line.

NBFCs play a crucial and specialized role, focusing their credit deployment mainly on Micro Enterprises and those belonging to the services and agricultural sectors, often serving unbanked or under-served borrowers. This is complemented by the Credit Guarantee Fund Trust for Micro and Small Enterprises (CGTMSE), which has become the primary government tool to ensure collateral-free lending. As of Mar'26, the total bank credit outstanding to MSMEs has crossed Rs. 15.05 lakh crore. In FY26, MSME credit from NBFCs is estimated to have witnessed robust growth driven by strong underlying MSME demand, improving lender risk appetite and continued policy support, with outstanding projected at Rs 1.78-1.80 lakh crore for NBFCs.

The Union Budget FY27 reflects continued expansion and deepening of the CGTMSE framework, with approximately 29.03 lakh guarantees amounting to Rs 3.77 lakh crore approved between January and November 2025, indicating sustained traction in credit delivery to MSMEs. Building on this momentum, the budget also introduces a liquidity support framework that extends CGTMSE-backed guarantees to invoice discounting through Trade Receivables Discounting System (TReDS) platforms, aimed at improving working capital access and strengthening cash flow management for MSMEs.

Share of Banks & Non-Banks in MSME lending

The MSME sector is underpenetrated and there is a huge unmet credit demand in the sector, primarily due to lack of documentation and credit history required to access to financing from formal banking channels. There is also a significant gap between the original credit requirement and the actual credit exposure of formal channels to MSMEs, which provides a huge opportunity in MSME lending. As of Mar,'25, the proportion of NBFCs share increased to 11.4% compared to previous year's 10.7%.

SWOT Analysis

Strength	Weakness
• Adapt quickly to market changes due to smaller size and simpler operations. • Contribute around 31.1% to GDP and employ over 328 million people, vital to India's growth. • Operate in sectors like manufacturing, agriculture, services, and retail, spanning India's economy.	• Shortage of skilled labour affects quality and efficiency. • Many MSMEs lack modern technology and infrastructure, limiting productivity and competitiveness. • Limited bargaining power with customers and suppliers as compared to large corporates.
Opportunity	**Threat**
• Digital tools, e-commerce, and automation can improve efficiency, lower costs, and expand markets.	• MSMEs rely on larger firms for raw materials, making them vulnerable to supply chain disruptions. • Larger companies threaten MSMEs with superior scale, technology, and resources.

• With government support, MSMEs can access global markets, especially in textiles, handicrafts, and agro products.	

Outlook

The MSME sector is the driving force of the Indian economy and has major potential to spread industrialization across the economy. The sector faces number of challenges such as limited access to finance, inadequate availability of skilled labour, and insufficient infrastructure. Along with this, rising interest rates by RBI to control inflation has become a hindrance to the growth in sector. This has led to increase in borrowing cost for MSMEs and further made the situation difficult for accessing credit. This high rise in borrowing cost is expected to impact the cash flows and profitability of MSMEs. Although, this sector has many challenges, the growth potential remains high.

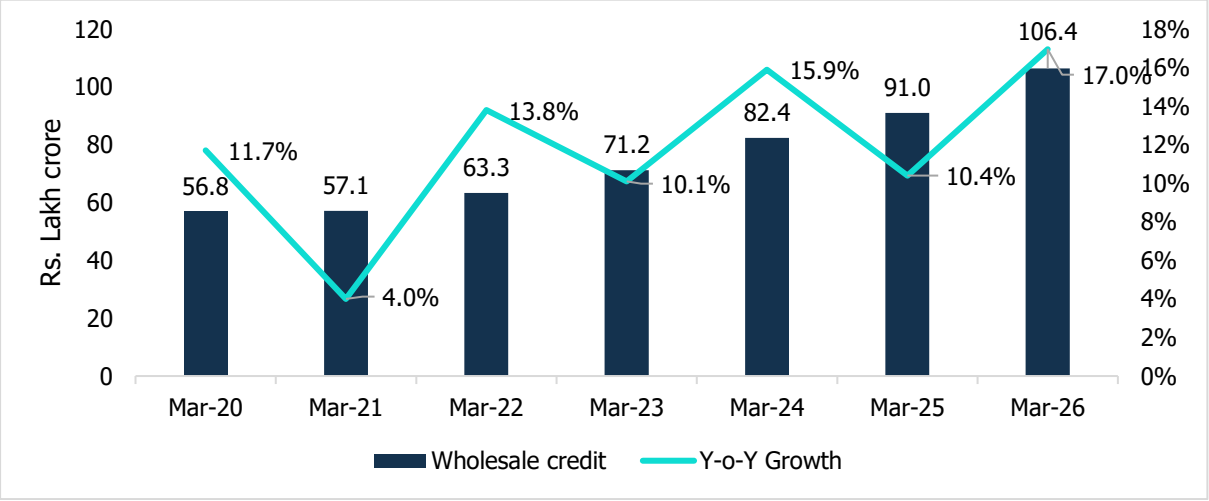
MSMEs employ many people making the sector a key contributor to the economic development of the country. The sheer number of work force engaged also results in this sector receiving good Government support and benefits. Apart from Government initiatives, the improved use of digital solutions adopted during the pandemic (such as easy payments and marketing through digital platforms) increased demand for finished products have strengthen the MSMEs and resulted in recovery of their business.

MSMEs continue to play a pivotal role in India's economic growth, contributing around 31.1% to GDP, about 35.4% of manufacturing output, and nearly 48.6% of exports, while supporting over 7.4 crore enterprises that employ more than 32.8 crore people, making it the second-largest employer after agriculture, as per the economic survey 2025-26. The sector is positioned as a key driver of inclusive and employment-led growth, particularly in rural and semi-urban areas, with government focus aimed at strengthening MSMEs through improved access to credit, equity support, and professional assistance to enhance their scale, competitiveness, and global integration.

Banking system-Wholesale Credit

Wholesale finance refers to loans disbursed by banks to corporates belonging to the manufacturing and services sector.

Growth in Wholesale Credit

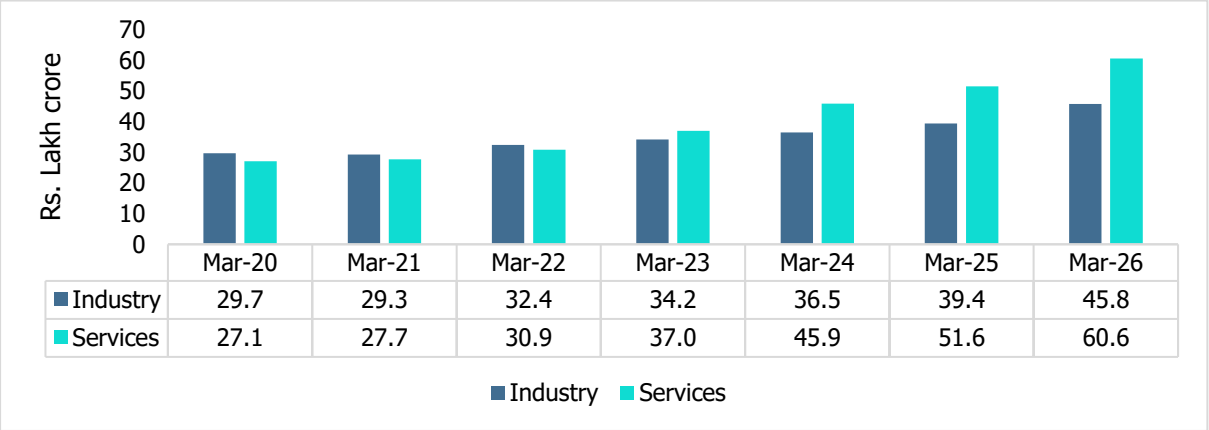


Source: RBI, CareEdge Research

For wholesale credit analysis, SCBs credit towards industry and services is considered. In the post pandemic era with the resumption of infrastructure activities, growth in businesses, increased demand from aviation, transport operators and commercial real-estate sectors has led to significant contribution of wholesale credit in credit

deployed by SCBs. However, over the years, share of wholesale credit in SCBs non-food credit has declined from 55% in Mar-20 to ~50% of SCBs non-food credit in Mar-26. The FY26 data indicates that wholesale credit stood at Rs 106.4 lakh crore as of Mar'26.

Sectoral Distribution of Wholesale Credit



	Mar-20	Mar-21	Mar-22	Mar-23	Mar-24	Mar-25	Mar-26
Industry	29.7	29.3	32.4	34.2	36.5	39.4	45.8
Services	27.1	27.7	30.9	37.0	45.9	51.6	60.6

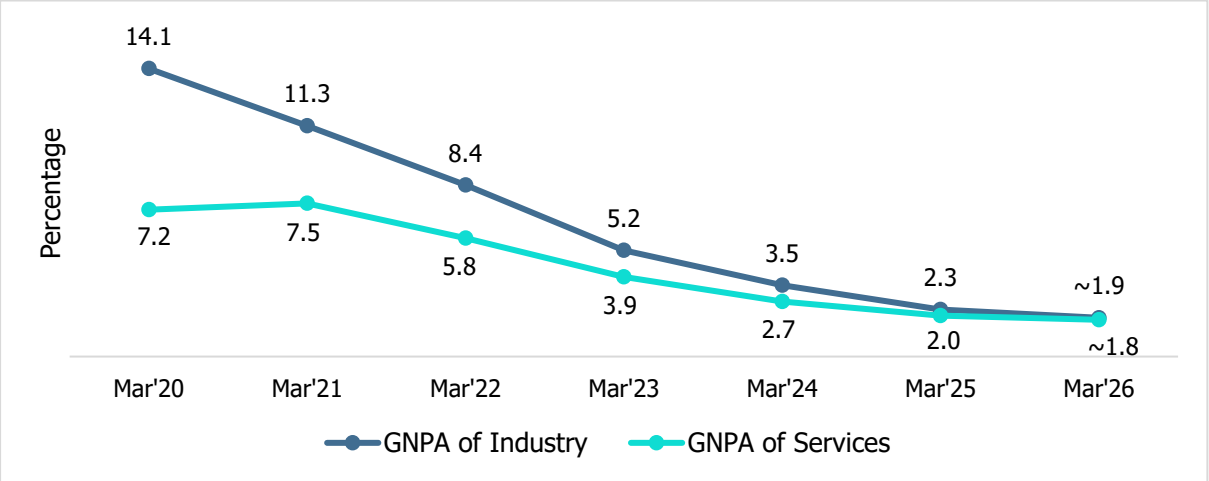
Source: RBI, CareEdge Research

The credit towards industry sector which includes credit towards micro, small and medium enterprises and large enterprises increased from Rs 29.7 lakh crores as of Mar-20 to Rs 45.8 lakh crores as of Mar-26 indicating 7.5% CAGR. The credit outstanding of the industry segment registered significant growth of around 16.3% y-o-y in Mar'26. This growth can be attributed to robust credit expansion in micro & small industries and medium industries, which registered growth of 33.1% and 21.7% respectively, supporting overall lending momentum in the industrial segment.

The bank credit towards services sector includes credit towards transport operators, commercial real estate, computer software, aviation, trade, NBFCs, etc. The credit towards services reached Rs. 60.6 lakh crores as of Mar'26 indicating a CAGR of 14.4% over Mar-20. This growth has been majorly driven by growth in credit towards commercial real estate (merger impact and demand), NBFCs, transport operators, and other services.

Asset quality

GNPA ratio of Industry and Service Sector



Source: RBI, CareEdge Research

Over the years, there has been significant improvement in asset quality of SCBs. The GNPA ratio of the industrial sector continues to improve, although it remained elevated for construction, gems and jewellery and food processing sub-sectors.

Conclusion

The wholesale credit has seen growth largely on account of increase in credit towards glass & glassware, basic metal & metal products, gems & jewellery and petroleum, coal products & nuclear fuels. And, service sector witnessed significant y-o-y growth in Mar-26 that was supported by increased credit towards aviation, computer software, shipping, and commercial real estate.

Overall, the credit growth in large industries could accelerate the overall non-food credit growth and provide some cushion in case of a slowdown in growth momentum in the retail vertical.

Asset management

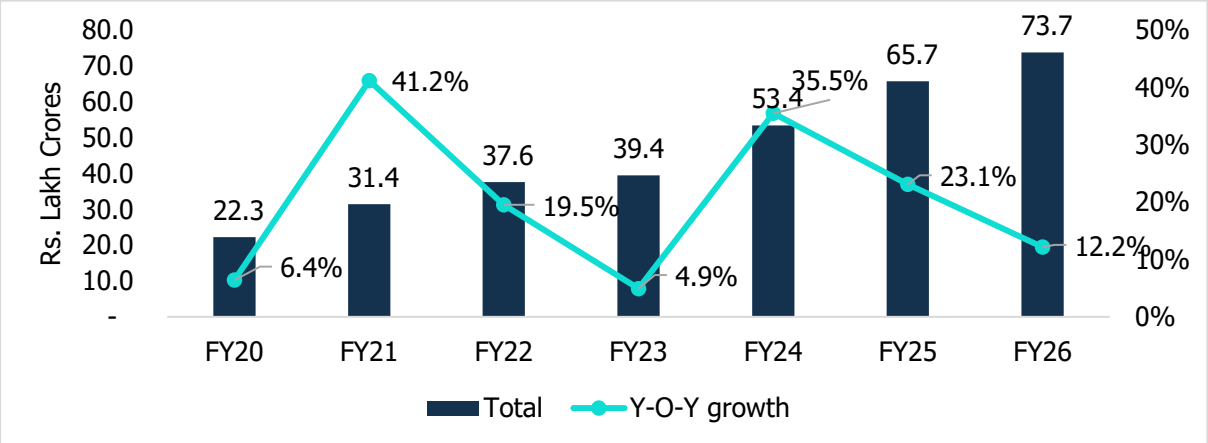
Overview of Mutual fund products

A mutual fund is a professionally managed investment scheme that raises capital or investment from a group of people and uses that pooled capital to invest in diverse types of securities like equities, bonds, money market instruments and/or other securities. Mutual funds can be classified under various categories, based on their structure, investment style and the investment objective.

Penetration of mutual funds in India

A mutual fund is a collective investment vehicle that collects & pools money from several investors and invests the same in equities, bonds, government securities, and money market instruments. The money collected in a mutual fund scheme is invested by professional fund managers in stocks and bonds etc. in line with a scheme's investment objective. The income/gains generated from this collective investment scheme are distributed proportionately amongst the investors, after deducting applicable expenses and levies, by calculating a scheme's "Net Asset Value" or NAV. In return, mutual fund charges a small fee.

Indian Mutual Fund Industry's Net AUM



Source: CMIE, CareEdge Research
Note: FY26 growth indicates growth over FY25

This growth in AUM is majorly driven by a higher growth in AUM of equity-linked mutual funds. In FY26, net AUM had reached Rs. 73.7 lakh crores representing nearly 12.2% growth over FY25. This increase is attributed by positive sentiments of retail investors, participating in a disciplined manner through Systematic Investment

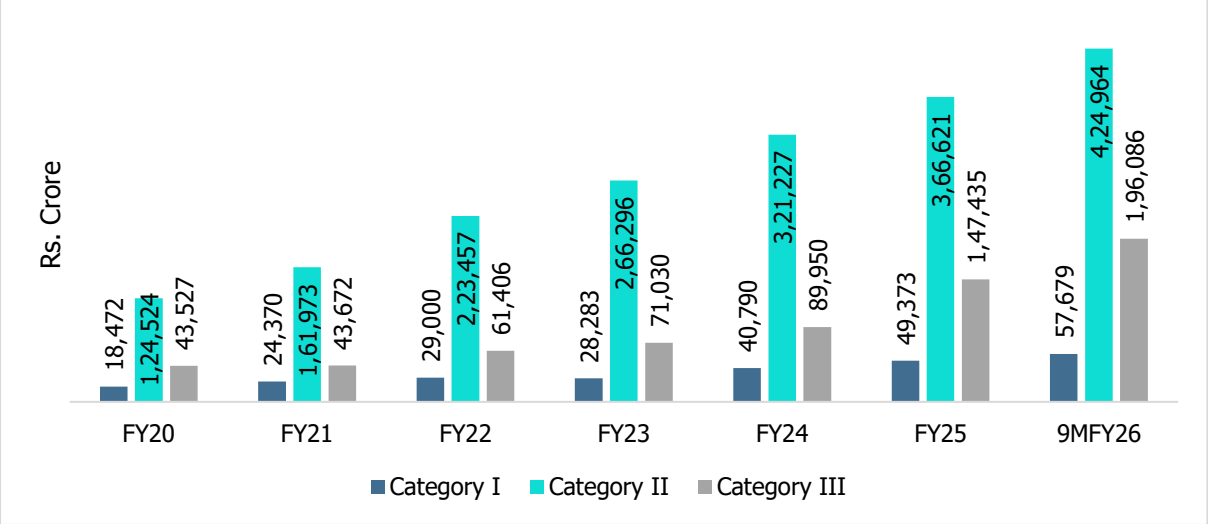
Planning (SIP). Going forward, we expect fresh investments to continue majorly into equity-linked mutual funds which will drive the industry's aggregate AUM.

Alternative Investment Fund (AIF)

Alternative Investment Fund (AIF) is a fund established or incorporated in India which is a privately pooled investment vehicle collecting funds from sophisticated investors, whether Indian or foreign, for investing in accordance with a defined investment policy for the benefit of its investors. These investments do not belong to any of the traditional or conventional investment categories.

The AIF market in India is at a very nascent stage. Since SEBI regulations came into effect in 2012, the number of AIFs registered in India has grown to 1,899 as of 10th May 2026. Category II consistently dominates, rising from Rs 1.24 lakh crore in FY20 to Rs 4.24 lakh crore in 9MFY26, reflecting its central role in the overall scheme with a CAGR of 23.8%. Category III also shows a steady increase, tripling from Rs 43,527 crore in FY20 to Rs 1.96 lakh crore in 9MFY26, indicating a CAGR of 29.9%. Category I, while relatively small, has grown from Rs 18,472 crore in FY20 to Rs 57,679 crore in 9MFY26, showing gradual but consistent progress with a CAGR of 21.9%.

Alternative Funds Raised (Rs. Crore)



Source: SEBI, CareEdge Research

SWOT Analysis of AIFs

Strength	Weakness
• Alternative assets can yield higher returns, especially in private equity and venture capital. • Real estate, commodities, and infrastructure serve as inflation hedges, retaining value in inflationary conditions.	• Valuing alternative assets can be difficult due to investments in private companies, limited fair market value assessments and performance tracking. • Many alternative assets are illiquid, limiting easy buying or selling and posing risks for investors needing quick exit.
Opportunity	**Threat**
• Pension funds, sovereign wealth funds, and insurance companies can boost allocations to alternative assets for higher returns and diversification. • High private credit space and real asset funding requirement in India, which can be met by Alternative Funds.	• Increased government and regulatory focus on transparency, investor protection, and taxation could hinder industry growth. • Investment avenues for investors such as equity markets, debt market instruments, Mutual Funds, Gold, and other physical assets.

Outlook

India's economy continues to demonstrate strong growth and is on track to become one of the world's largest, reinforcing its position as a key destination for global investors. This positive macroeconomic environment supported by resilient domestic demand and ongoing reforms continues to enhance the attractiveness of alternative investments.

The AIF and venture capital ecosystem in India has shown clear signs of recovery and maturity with renewed investor confidence, improving deal activity and sustained interest across technology-led and consumer-focused sectors. The market is increasingly driven by a focus on quality, profitability and scalable business models rather than aggressive growth.
At the same time, the expansion of financial infrastructure and initiatives such as GIFT City is strengthening India's investment landscape by enabling greater participation from global investors and improving ease of doing business. This is contributing to a deeper and more sophisticated alternative investment ecosystem.While near-term investment activity may remain cautious due to global uncertainties, the medium- to long-term outlook remains positive. A more disciplined investment approach, along with better entry valuations, is expected to create attractive opportunities for investors. Overall, alternative investments particularly venture capital are well positioned to benefit from India's long-term growth and innovation-driven economy.

Key growth drivers of mutual fund industry

Increasing Penetration of Mutual Fund Market in India

India continues to be underpenetrated with a mutual fund penetration rate (the ratio of period ending mutual fund AUM to GDP) reached nearly 20% as of Mar-25, as compared to global average of 70-80%. India accounts for less than 2% of the global mutual fund industry, representing a significant growth opportunity.

Average Net Assets managed by the Indian mutual fund industry have grown from Rs. 27 lakh crore in FY20 to Rs. 67.4 lakh crore as of FY26, thereby indicating around 16.44% CAGR between Mar'20 to Mar'26. The size of average assets under management and mutual fund penetration rate indicates that though the size is increasing rapidly, there continues to be a huge, untapped potential of the mutual funds in India.

There is lack of healthy participation from investors in B30 (beyond top 30) locations. Recently, the mutual fund sector is witnessing rising activity from B30 locations, especially in the equity segment due to improved distribution and regulatory changes in fee structure. Due to increasing mobile phone penetration and increasing wealth managers integration towards technology to service transparent and systematic products in an efficient manner helps to develop informed customers and enables distributors to penetrate deeper to serve clients across the wealth management space.

SWOT Analysis of Mutual Fund Industry

Strength	Weakness
• Asset managers provide diversified portfolios, reducing risk by spreading investments across assets and sectors. • Advanced analytics, AI, and algorithmic trading help optimize strategies and offer real-time insights.	• Clients may switch if returns are inconsistent, or they find better-performing funds. • The rise of passive investing and competition pressures firms to cut fees, affecting profitability of the funds.
Opportunity	**Threat**
• Partnering with fintech and banks helps asset managers expand offerings, reach new markets, and boost digital capabilities. • ESG investing opens opportunities for asset managers to create specialized funds.	• Tax policy changes, fiduciary regulations, and increased scrutiny can raise compliance costs and impact operations. • Investment avenues for investors such as equity markets, debt market instruments, Mutual Funds, Gold, and other physical assets.

Way Forward for Mutual Fund Industry

The shift in trend from traditionally managed funds to passive investment funds such as ETFs, PMS, AIFs will continue to witness a steady growth in the wealth industry. Investors are now looking for cost-effective and sustainable investment options. Moreover, advancement in technology such as machine learning and artificial intelligence is also evolving rapidly. The increased usage of robo-advisors across variety of fund products by the individuals is also a result of emerging technology in wealth management space. In addition, clients have the freedom to choose their own customized investment portfolios based on their preferences and risk associated with it. The rising demand in discretionary portfolio management services is contributing towards the growth of portfolio management.

Along with this, AIFs are gaining swiftness in the industry. Investment in derivatives, hedge funds, real estate, and commodity products such as metals, energy etc., has increased over the past years. The urge to earn good returns while mitigating risk at the same time has made the investors more focused on diversifying their portfolio in various alternate investment options which also helps them protect their capital and achieve growth in long term.

Insurance Industry in India

Introduction to Insurance Industry

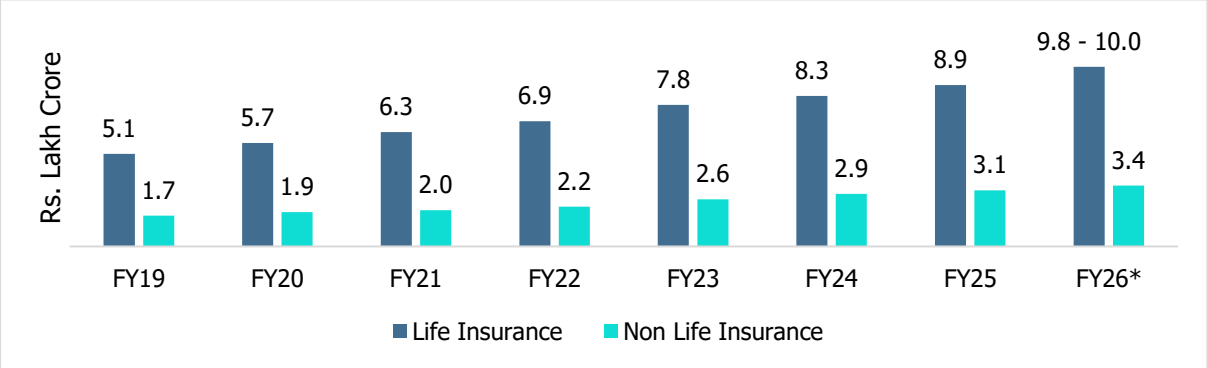
The insurance industry seeks to protect a country's people, assets, and businesses. Hence, the business of insurance has always been closely linked to a country's business performance and asset ownership.

Life insurance protects the livelihoods of people and future earnings and has a direct correlation with the earnings of people, their business performance and net worth. General insurance protects assets and businesses and their

valuation as well as overall economic activity. Hence, a popular way of measuring insurance penetration is to benchmark it with the GDP of a country.

The insurance industry directs pooled funds towards those who need them the most and acts as a massive investor in infrastructure and government bonds, thus indirectly funding large-scale government and private projects. The industry also generates large-scale employment by employing people as agents, distributors, and service providers, and thus plays a fundamental role in strengthening the country's economy. In FY19, the life insurance industry recorded a premium income of Rs. 5.1 lakh crores, which increased to Rs. 9.8 - 10.0 lakh crores in FY26, representing a CAGR of 9.9%. The non-life insurance industry collected gross direct premiums worth Rs. 1.7 lakh crores in FY19, which in FY26 grew to Rs. 3.4 lakh crores, representing a CAGR of 10.2%.

Total Insurance Premium



Source: IRDAI, GIC, CareEdge Research

** indicates estimated total insurance premium for life insurance.*

Currently, the insurance penetration in India has been steadily increasing, with life insurance penetration driving the growth of insurance industry. India's insurance industry is still under penetrated and there is significant market opportunity in this segment. In 2024, India's insurance penetration was at 3.7 % as compared to world's 7.3%. India is poised to emerge as one of the fastest-growing insurance markets in the coming decade.

Life Insurance Industry in India

Life insurance is one of the fastest growing sectors in India since 2000. As of Mar'26, there are total of 25 player (Actively Operating) in Life Insurance Sector registered with IRDAI off which LIC of India is the only public sector company. LIC of India is the largest player in India having market share of 57% as of Mar'26 (based on first-year premium).

In FY26, the total new business premium stood at Rs 4,59,713 crore, compared to Rs 3,97,337 crore in FY25, reflecting a growth of 15.7%. Drivers of growth are policy structure changes in respect of the sum assured and commissions, post-revised surrender value guidelines effective October 1, 2024, bancassurance channel challenges, and increased competition in various key segments.

The overall growth was primarily driven by robust performance in the group business, particularly within the single premium segment, which more than compensated for the decline in individual premiums. This momentum was further supported by a favourable base effect and the positive impact of GST reductions. Industry growth is also being shaped by structural shifts in product design especially changes to sum assured levels and commission structures after the revised surrender value guidelines came into effect on October 1, 2024. Meanwhile, market volatility has dented demand for ULIP products, putting additional pressure on sales momentum.

General Insurance Industry in India

India's insurance industry is segregated into two segments: life insurance and general insurance. Life insurance policies offer protection against the death of a person, whereas general insurance policies protect against financial

losses due to the loss of assets. General insurance protects the monetary value of assets or reimburses financial losses resulting from certain contingencies. General insurance encompasses several plans that help avoid risks related to health, motor, fire, travel, and other assets.

As of Mar'26, the general insurance industry consists of 34 players - 25 general insurers, 7 health insurers, and 2 specialist insurers. As of FY26, the general insurance industry expanded by 9.3% year-on-year to cross Rs. 3.36 lakh crore in gross direct premiums underwritten.

SWOT Analysis

Strength	Weakness
• General insurance companies offer products like health, motor, property, liability, travel, and marine insurance, meeting diverse customer needs. • Policy premiums provide general insurers with consistent cash flows, supporting financial stability. • Many general insurance products are mandatory or highly recommended, ensuring steady demand.	• Many insurers depend on intermediaries like brokers and agents, which can limit control over customer relationships and raise acquisition costs. • Exposure to natural disasters, large-scale accidents, and other catastrophic events can result in substantial financial losses for general insurers.
Opportunity	**Threat**
• Government efforts for more inclusive insurance (e.g., health coverage) can increase demand and provide subsidies. • Customizing products for niche markets like cyber liability, climate risk, or pandemic coverage opens new growth opportunities.	• Rising reinsurance costs due to increased risks can squeeze profit margins for general insurers. • Economic downturns can lead to reduced insurance purchases, impacting premium growth. • Emerging risks like pandemics, climate events, or health threats may cause unexpected claim surges and strain financial stability.

Growth Drivers

Healthy GDP growth and rising incomes

Economic growth positively impacts consumer confidence. When individuals experience financial security, their propensity to invest in insurance products increases, as they seek to protect their assets and ensure their long-term financial stability. This heightened confidence extends to the business sector, prompting companies to invest in insurance as a means of safeguarding their operations and assets. The overall effect is a boost in demand for insurance products driven by both individual and corporate financial security.

Demand from semi-urban and rural areas to support growth for life insurance players

Banks have seen a substantial rise in retail loan credit across urban, semi-urban, and rural areas. The growing use of organized channels enhances consumer awareness and creates cross-selling opportunities for life insurance providers. Improved knowledge of financial instruments drives growth in these regions. Additionally, the government's emphasis on financial inclusion will extend the geographical reach of financial services. Life insurance companies will target premium growth in rural, urban, and semi-urban regions. Companies with robust distribution networks in these areas will gain a competitive edge.

Rising Consumer Awareness

As consumers become more aware of the importance of insurance for financial protection, there is an increasing demand for various insurance products, including health, life, and property insurance. The widespread use of digital media, including social media platforms, has facilitated the dissemination of information about insurance products. Consumers can easily access reviews, testimonials, and expert advice, which helps them make informed decisions about purchasing insurance. The COVID-19 pandemic has heightened awareness about health risks and the importance of health insurance. People are now more conscious of the financial burden of medical emergencies and are more likely to invest in life and health insurance to mitigate these risks.

Digitalization and Innovation

Digitalization enables insurers to expand their distribution channels beyond traditional methods. Online platforms, mobile apps, and social media channels provide new avenues for reaching potential customers. Digital marketing strategies, such as targeted advertising and personalized promotions, help insurers attract and retain customers more effectively. The push for digitalization in the insurance sector is fostering a wave of innovation that is transforming the industry. Insurtech companies are leveraging digital platforms to deliver personalized, efficient, and customer-centric insurance solutions. As technology continues to evolve, the insurance sector will likely see further advancements, driving growth and enhancing the overall customer experience.

Outlook

Insurance demand aligns with economic growth, increasing at a multiple of GDP. CareEdge expects life insurers to expand in the near term, driven by the growth of non-par business, rising demand for term policies, sustained annuity demand, and cost control. Long-term growth will be supported by low insurance penetration, increasing coverage requirements, product innovation, rural expansion, and greater flexibility for corporate agents.

Meanwhile, the updated product and commission structure, resulting from the recently enacted new regulations concerning surrender values, is causing volatile premium movements. However, as these changes are anticipated to be favourable for customers, growth will rise over the medium term. Furthermore, the proposed Insurance Amendment Act aims to enhance market penetration by encouraging new companies to enter the market. CareEdge expects the life insurance industry to continue growing at around CAGR of 11-12% over next few years. The growth drivers include prudent underwriting, high GDP growth, rapid urbanisation, demand for protection plans, younger demographic driving insurance coverage, intense push to increase insurance coverage. Furthermore, the supportive regulatory landscape (ease of doing business, Bima Sugan, Bima Vahak, Bima Vistaar, consolidating the expense of management limits) is expected to drive growth of life insurance industry. The launch of Bima Sugam Portal by IRDAI can facilitate more safety for the policyholders as there is no need to store the physical documents and it also reduces paperwork This digital platform can act as a comprehensive solution to cater to all the insurance needs of the policyholders. Factors such as growing awareness about insurance, new product innovations, digitalisation for easier user interface and expansion of reach in rural areas are expected to contribute towards the growth of the industry.

The growth story of the health insurance sector is expected to continue, with SAHIs continuing to dominate the retail insurance space. Additionally, the growth of the motor segment remains concomitant with vehicle sales and revision in TP tariffs. CareEdge estimates that the Indian non-life insurance market would grow by approximately CAGR of 13-15% over the medium term. The growth would be driven by macroeconomic factors such as higher GDP growth, and an expected rise in per capita / disposable income levels.

The health insurance sector is expected to grow, with SAHIs leading the retail segment. Motor insurance growth will align with vehicle sales and TP tariff revisions. A favourable regulatory environment, tariff denotification, rural and social obligations, and the Bima Sugam platform will further support growth. Stabilising loss ratios, expense management, and stronger distribution networks will also contribute. However, competition, geopolitical uncertainty, and inflation may challenge the industry.

Asset Reconstruction Company

Introduction

Asset Reconstruction Companies (ARCs), as an institutional framework for NPA management, that has been in existence for around 20 years. With the amendment of SARFESAI Act in September 2016 and subsequent regulatory modification, along with transformational reforms such as the Insolvency and Bankruptcy Code, introduced by the Government of India, the functioning of ARCs underwent the structural shift towards Real Assets reconstruction as against focused recovery earlier.

Opportunity in India's Stressed Asset Market

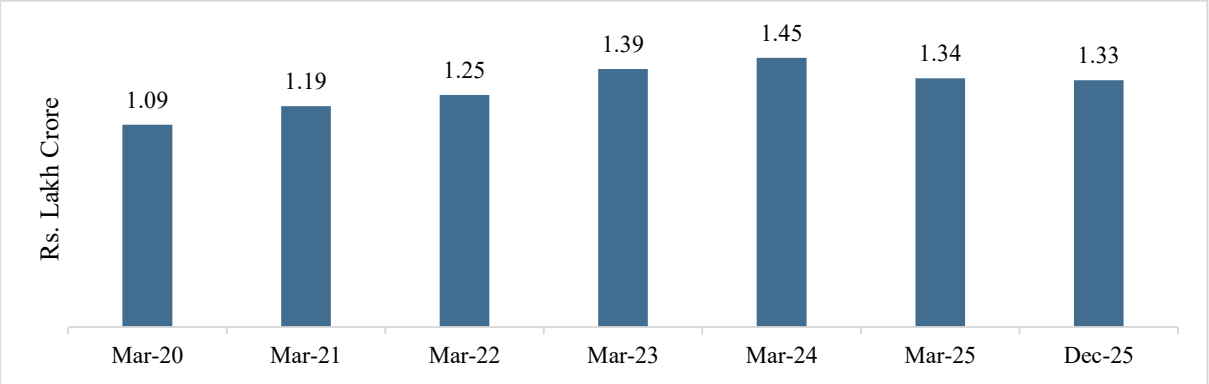
The asset quality of SCBs has recorded sustained improvement, and the GNPA ratio is expected to continue its declining trend through Mar'26, potentially reaching a record low. The NNPA ratio is also expected to continue improving and may reach a record low. Among bank groups, PSBs are expected to record the sharpest improvement in GNPA ratio in FY26. With the stock of GNPAs declining, the requirement for provisions is also expected to reduce; however, active and prudent provisioning by SCBs is expected to be reflected in an improved provisioning coverage ratio (PCR).

SCBs asset quality has significantly improved over the years, GNPAs are estimated to have reached an all of low of 1.8%-2.0% in FY26. This improvement in GNPA levels since Mar'20 can largely be attributed to a steady decrease in NPA slippages, along with write-offs, recoveries following the pandemic. Additionally, banks have improved their asset quality by offloading NPAs to Asset Reconstruction Companies (ARCs). There was a marked increase in sales to ARCs in FY23, particularly involving assets sold to the newly established National Assets Reconstruction Company Ltd (NARCL).

Assets under Management in ARCs

Assets under Management for ARCs, as measured by Security Receipts (SR) outstanding, reached Rs. 1.33 lakh crores as of Dec'25.

Security Receipts outstanding of ARCs



Source: ARCIndia, CareEdge Research

With an increase in the proportion of cash deals, it is estimated that discounts will remain on higher side. To make way for new acquisitions and attract new and repeat investors, it is imperative that ARCs quickly resolve the assets and redeems the SRs. CareEdge expects ARCs security receipts outstanding to remain stable over next few years.

SWOT Analysis

Strength	Weaknesses
• Potential for high returns • Improved Debt Recovery Mechanism • Potential for Large-Scale Debt Resolution • Portfolio Diversification	• High Risk of Asset Depreciation • Lack of Strong Recovery Infrastructure • Cumbersome Legal Process • High Acquisition Costs
Opportunities	**Threats**
• Supportive regulatory framework • Increasing Demand for Stressed Asset Resolution • Foreign Investment in Distressed Assets	• Economic Uncertainty • Competition from IBC Resolution Process • Lower Recovery Due to Asset Value Deterioration • Volatility in Real Estate Market

Growth Drivers of ARCs

Increased focus on stressed asset resolution:

Banks are facing mounting pressure to resolve their stressed assets from investors and regulators. This will probably result in more Non-Performing Assets (NPAs) being sold to ARCs, which will drive the industry's expansion. Regulators are keeping a closer eye on banks NPAs and requiring them to produce workable resolution plans. Banks are compelled by this pressure to transfer their stressed assets to ARCs to free up resources for core banking operations and regulatory compliance. Investors are calling for increased openness and proactive handling of bad debts. In addition to addressing bad debt problems and enhancing their financial health, banks that sell NPAs to ARCs may draw in additional investors. Strict capital adequacy standards mandate that banks keep adequate capital reserves to guard against future losses. Bank risk-weighted assets are decreased and capital is freed up for lending and other profitable endeavours when NPAs are sold to ARCs.

Diversification of asset classes:

ARCs are no longer limited to acquiring only corporate loans. By investing in a wider range of assets, ARCs can reduce their exposure to any single sector or type of asset. Different asset classes have different risk-return profiles. By investing in a variety of assets, ARCs can potentially achieve higher returns than if they were limited to corporate loans. The expansion into new asset classes gives ARCs access to a larger pool of potential investments, which can fuel their growth and profitability. ARCs have also increased their focus on acquiring stressed assets in sectors such as real estate, retail, and infrastructure, which further expands their growth potential.

Supportive Regulatory Environment:

The SARFAESI Act of 2002 pertains to the securitization, reconstruction of financial assets, and enforcement of security interest. The legal foundation for ARCs to purchase distressed assets from banks and other financial institutions is provided by this act. Additionally, it gives them the authority to uphold the security interest affixed to these assets, enabling speedier settlement and recovery.

Insolvency and Bankruptcy Code (IBC), 2016: A thorough framework for handling corporate insolvency in India was established by this code. Asset Reconstruction Companies (ARCs) are vital in the resolution process, acting as resolution applicants or buyers of assets. The Insolvency and Bankruptcy Code (IBC) improve the predictability and efficiency of recoveries, offering ARCs a clear and timely process for resolving insolvencies.

The regulatory framework facilitates the creation of a secondary market for distressed assets, which allows ARCs to sell assets more easily and recycle capital for further investments. Even with a regulatory environment that is favourable, ARCs still have to contend with issues such as limited access to funding, competition from other firms dealing with distressed assets, and the ongoing necessity to enhance the legal and regulatory framework.

Growing Investment Interest:

Investors can earn large profits by purchasing and managing distressed assets. As the number of non-performing assets (NPAs) continues to rise, Asset Reconstruction Companies (ARCs) present opportunities for returns that surpass those of traditional investments. This sector is especially appealing to private equity firms and high-risk investors. Improvements in data analytics and technology are enhancing the evaluation and management of assets, which in turn increases investor confidence through improved recovery rates. Supportive regulations, a growing pool of assets, and attractive returns are fuelling interest in ARCs. This influx of capital is expected to improve the resolution of distressed assets and bolster financial stability.

Outlook

ARCs play a crucial role in the infrastructure sector for asset resolution and financial reform in India. The development of ARCs in India has been marked by phases of strong growth and stagnation in terms of assets under management and the number of loan accounts handled. The phases of crests and trough were partly driven by the changing macroeconomic conditions and largely by developing regulatory environment. The Reserve Bank's regulatory changes are aimed towards strengthening the ARC industry, ensuring genuine sale of NPAs by banks, enhancing the involvement of ARCs in the process of resolution, and deepening the market for SRs, among others.

The asset quality of SCBs recorded sustained improvement and their GNPA ratio estimated to have declined in FY26 to a record low. Their NNPA ratio too has improved to a record low. This implies that ARCs managed the banking industry's stressed assets. Additionally, in terms of untapped potential, ARC's can continue to improve to help banks in reducing non-performing assets.

Eventually, factors such as regulatory transparency, higher stream of stressed assets, Government initiatives and potential for greater returns in India vis-à-vis returns received from global stressed assets are likely to work in favour of the Indian stressed assets market.

The development of a vibrant distressed assets market is key to growth as market participants are currently reliant on loans from banks and the corporate bond market, which is underpenetrated at present. On part of banks, a sound distressed assets market by way of asset reconstruction companies will ensure freeing up on bank capital which will enable banks to grow their loan book. Additionally, the presence of ARCs will alleviate the burden of debt collection from banks, reducing the resources needed for that purpose.

OUR BUSINESS

Unless otherwise stated, references in this section to "we", "our" or "us" (including in the context of any financial information) are to the Company, Subsidiaries, jointly controlled entities, and other enterprises over which control is exercised by the Company including any LLPs, trusts, funds and to the extent is accompanied by financial information, such information is included on a consolidated basis. Some of the information in the following section, especially information with respect to our plans and strategies, contains forward-looking statements that involve risks, assumptions, estimates and uncertainties. This section should be read in conjunction with the sections "Forward Looking Statements", "Risk Factors", and "Financial Information" on pages 20, 22 and 239 respectively of this Draft Prospectus. Additionally, please refer to section titled "Definitions and Abbreviations" on page 3 for the definition of certain terms used in this section. Unless otherwise indicated or unless the context otherwise requires, the financial information included herein is derived from our Audited Financial Statements, as included in this Draft Prospectus. Our fiscal year ends on March 31 of each year and references to a particular fiscal year are to the twelve months ended March 31 of that year.

*Unless otherwise indicated, industry and market data used in this section has been derived from the industry report titled "Research Report on Financial Services Industry" dated May, 2026 ("**CAAPL Research Report**") prepared and issued by Care Analytics and Advisory Private Limited, appointed by us and exclusively commissioned and paid for by us in connection with the Issue. CAAPL has used various primary and secondary sources including government sources as well as international agencies to prepare the report. The data included herein includes excerpts from the CAAPL Research Report and may have been re-ordered by us for the purposes of presentation. There are no parts, data or information (which may be relevant for the proposed Issue), that has been left out or changed in any manner. Unless otherwise indicated, financial, operational, industry and other related information derived from the CAAPL Research Report and included herein with respect to any particular year refers to such information for the relevant calendar year. For further details and risks in relation to the CAAPL Research Report, see Risk Factors No. 56 titled 'Certain facts and statistics are derived from publications not independently verified by us, the Lead Managers or its respective advisors'. The CAAPL Research Report is not exhaustive and is based on certain assumptions, parameters and conditions. The data and statistics in the CAAPL Research Report may be inaccurate, incomplete or unreliable. Please refer to "Industry Overview" on page 120 of this Draft Prospectus.*

Overview

The Issuer, Edelweiss Financial Services Limited ("**EFSL**"), was incorporated on November 21, 1995 under the name Edelweiss Capital Limited and started operations as an investment banking firm after receipt of a Category II license from SEBI. Edelweiss Capital Limited subsequently received a Category I Merchant Banker license from SEBI with effect from October 16, 2000. The name of Edelweiss Capital Limited was changed to 'Edelweiss Financial Services Limited' with effect from August 1, 2011. EFSL also acts an Investment Manager of Edelweiss Multi Strategy Investment Trust (the "Fund"), a Category III Alternative Investment Fund registered with SEBI.

EFSL was listed in December 2007 under the symbols NSE: EDELWEISS, BSE: 532922, Reuters: EDEL.NS and EDEL.BO and Bloomberg: EDEL IS and EDEL IB. Our Corporate Identity Number is L99999MH1995PLC094641.

After commencing the business as an investment banking firm, the Issuer, through its subsidiaries has diversified its businesses to retail and corporate credit, mutual fund, alternative asset management, asset reconstruction, life insurance and general insurance businesses. We believe that our focus on product innovation and a seamless customer experience has helped expand our retail footprint to approximately ~13.53 million customers. Our research driven approach and consistent ability to capitalise on emerging market trends has further enabled us to

foster strong relationships across client segments including corporates, institutions (both domestic and international), high networth individuals and retail clients.

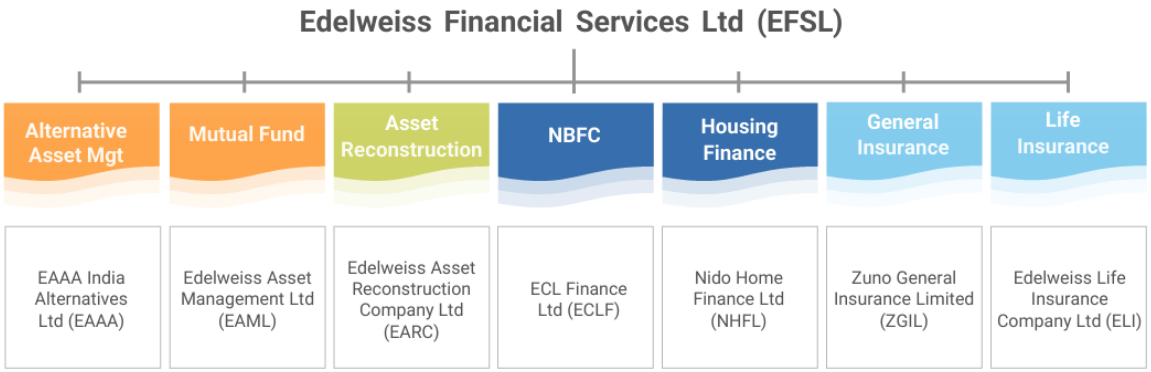
We have a pan-India and international network with 299 (two hundred and ninety nine) inclusive of 296 (two hundred and ninety six) domestic offices, and 3 (three) international offices (total 299 offices) and have an employee strength of 6,202 as at March 31, 2026.

The total income of the Issuer on a consolidated basis was ₹ 96,015.75 million for the year ended March 31, 2024, ₹ 95,187.14 million for the year ended March 31, 2025 and ₹ 1,08,651.40 million for the year ended March 31, 2026. The profit attributable to owners of the Issuer on a consolidated basis was ₹ 4,207.00 million for the year ended March 31, 2024 and ₹ 3,988.30 million for the year ended March 31, 2025 and ₹ 5,466.32 million for the year ended March 31, 2026. The total income of the Issuer on a standalone basis ₹ 10,276.82 million for the year ended March 31, 2024, ₹ 3,834.14 million for the year ended March 31, 2025 and ₹ 8,310.22 million for the year ended March 31, 2026. The profit/ (loss) attributable to owners of the Issuer on a standalone basis was ₹ 6,952.12 million for the year ended March 31, 2024 and ₹ (519.08) million for the year ended March 31, 2025 and ₹ 4,475.24 million for the year ended March 31, 2026.

We believe that our diversified business strategy has improved the resilience of our business model across economic cycles. We constantly pursue innovation and invest in new ideas, newer products and newer alternate channels of delivery. We seek to add significant value by providing new and innovative products and services and are committed to focusing on six key vectors in our journey into the future – people management, cost management, risk management, technology, customer experience and innovation – while adhering to our business principles – which emphasise placing our clients' interests first, commitment to excellence and innovation and teamwork.

Our Structure

Our Group comprises 24 subsidiaries and 2 jointly controlled entities as at March 31, 2026. Our principal line of business are as follows :



Our Strengths

We believe that the following strengths position us well for continued growth:

Diversified business model

We have grown from a capital markets advisory business to a diversified financial services group engaged in businessesof asset management (alternatives and mutual funds), insurance (general and life insurance), asset

reconstruction, credit (micro, small, micro enterprises and mortgages). We believe that our diversified service platform allows us to leverage relationships across various lines of businesses, thereby increasing our ability to garner repeat business and cross-sell our products and benefits from customer reference. We believe that in the long runour diversified business model provides multiple vectors for growth, delivers consistent growth and profitability, helps manage short-term volatility in the business cycle, affords us the ability to calibrate growth in line with favourable macroand micro-economic market conditions, and provides us with multiple avenues for deployment and growth of our human capital.

We believe that our successful diversification of our businesses, asset classes, client segments and geographies have gradually increased the scale and/or profitability of businesses, as well as the stability and sustainability on our overall Group performance.

Pan-India distribution network

Our pan-India and international network spanned across a total of 299 (two hundred and ninety nine) inclusive of 296 (two hundred and ninety six) domestic offices, and 3 (three) international offices (total 299 offices) as at March 31, 2026. The following map shows a snapshot of our pan-India distribution network of 296 domestic offices as at March 31, 2026.

Note: Map is not according to scale and is only for illustration purposes.

Our extensive network enables us to acquire more customers, particularly for our retail businesses such as our retail credit, asset management and insurance businesses, where increased profitability and ROE are based upon increased scale of business.

Adequately capitalised

Our credit business operating under our NBFC and HFC licenses and are subject to the capital to risk assets ratio ("**CRAR**") requirements prescribed by the RBI. Further, our ARC business also operates under the NBFC license. We are currently required to maintain a minimum 15% CRAR in respect of our NBFC subsidiaries under the prudential norms prescribed by the RBI SBR Framework Master Directions. Under the prudential norms prescribed by the RBI pursuant to the RBI's Master Directions – Non-Banking Financial Company – Housing Finance Company (Reserve Bank) Directions, 2021 (as amended, modified, supplemented, from time to time) we are required to maintain in respect of our HFC a minimum of 15% as prescribed under the prudential norms of the RBI based on our total capital to risk weighted assets. We generally maintain a CRAR higher than the level that is prescribed by the RBI as applicable.

While the parent company of the Group, EFSL, is currently not subject to any minimum CRAR requirements, the CRAR for our major NBFCs (NBFC-middle layer and above under the RBI SBR Framework Master Directions read with the Reserve Bank of India (Non-Banking Financial Company Prudential Norms on Capital Adequacy) Directions, 2025) in our Credit and Asset Reconstruction business, as at March 31, 2026, March 31, 2025 and March 31, 2024 on standalone basis are as under:

Name of the NBFC	Minimum Regulatory CRAR	CRAR as at March 31, 2026	CRAR as at March 31, 2025	CRAR as at March 31, 2024
ECL Finance Limited	15%	29.86%	32.62%	40.68%
Edelweiss Retail Finance Limited	15%		34.63%	57.44%
Nido Home Finance Limited (HFC) Total Capital Ratio	15%	28.80%	33.60%	39.05%
Edelweiss Asset Reconstruction Company Limited	15%	80.03%	90.46%	60.33%

****** Pursuant to the approval by the NCLT on September 12, 2025 and the ROC on September 30, 2025, the scheme of merger between Edelweiss Retail Finance Limited ("**ERFL**") with ECL Finance Limited ("**ECLF**") has been effective. Accordingly, the financial information for the March 31, 2026 has been disclosed on a consolidated basis.*

Diversified funding profile

Our current funding requirements are predominantly sourced through the issuance of redeemable non-convertible debentures, commercial papers and through credit facilities from banks. We have accessed funds from multiple classes of credit providers, including nationalised banks, private Indian banks, mutual funds and other NBFCs. We believe that we have developed stable long-term relationships with our lenders and established a track record of the timely servicing of our debts. Our Total Borrowings on a consolidated basis were, ₹ 2,02,484.18 million as at March 31, 2024, ₹ 1,78,745.14 million as at March 31, 2025, and ₹ 1,85,042.75 million as on March 31, 2026 out of which ₹ 70,482.93 million were to mature in less than a year. The decline in borrowings between Fiscal 2024 and Fiscal 2025 reflected debt reduction undertaken as part of our asset light strategic repositioning, while the increase in Fiscal 2026 reflected calibrated re-leveraging to support growth in our retail credit businesses. Our Total Borrowings on a standalone basis were ₹ 39,848.72 million as at March 31, 2026, comprising substantially of NCDs of aggregating up to ₹ 39,329.39 million and commercial papers aggregating up to ₹ 519.33 million. Our standalone debt-to-equity ratio as at March 31, 2026 was 0.66x.

Improving asset quality with strong internal control and risk management systems

We believe that we have the necessary internal controls and risk management systems to assess and monitor risks across our various business lines. Our risk management systems function through an independent department concerning accounts and operations at each business unit and a dedicated risk management team. We seek to monitor and control risk exposure through a variety of separate but complementary financial, credit and operational reporting systems.

We believe that our business processes ensure independence of functions and a segregation of responsibilities. Legal and technical verifications include collateral valuation, title search, document verification, fraud and KYC verifications, personal meetings with clients and internal review before the disbursement of loans. Our processes have been standardised with the objective of providing high quality of service and ensuring efficiency, and to facilitate integration of our workforce, processes and technology. Each of our key business processes is regularly monitored by the respective business or operations head.

The asset quality of the overall credit book held by our three credit entities has continued to be under control. Over the past two years, we have undertaken a strategic transition in our lending portfolio, including the discontinuation of new disbursements in our wholesale and structured finance business with effect from January 1, 2024, and a corresponding increase in the share of retail advances within our credit book. Our gross NPA for our three credit entities were 2.31% and 1.85% of our gross advances as at March 31, 2025 and March 31, 2024, respectively. Our net NPA for our three credit entities were 1.70% and 1.29% of our gross advances as at March 31, 2025 and March 31, 2024, respectively. Pursuant to the recent amalgamation between ECL Finance Limited and Edelweiss Retail Finance Limited, our gross NPA for the two credit entities were 2.27%* of our gross advances as at March 31, 2026 and net NPA for the two credit entities were 1.66%* of our gross advances as at March 31, 2026.

Strong Edelweiss Brand

We believe that Edelweiss today enjoys a strong brand franchise in the financial services space backed by a reputation for consistent focus on execution and innovation. We have sought to carve a distinct brand identity which, help us to increase awareness and consideration amongst our customers.

Effective use of technology

We have high technology adoption in our businesses. In our alternatives business, investment monitoring for our infrastructure investments is done remotely on a real time basis via a digital control centre. Our mutual fund business website has one of the quickest investor transaction journeys; thereby improving customer experience and aiding digital customer acquisition. Our general insurance business is one of the early adopters of cloud native general insurance platform and has remote surveys for motor claims. Further, amongst the few insurance companies to have successfully completed Ayushman Bharat Digital Mission integration and launched telematics enabled "usage based" insurance with Switch 2.0 – 'Pay as you drive and pay how you drive' motor insurance.

We also have a customised platform for loan origination and credit underwriting for some of our products in Retail Credit, which provides our credit officers with basic scorecards generated by the platform, to judge the creditworthiness of an individual. The platform generates scorecards after considering all factors, including an external credit rating (CIBIL), salary or income details and other asset details. This platform is also linked to a de-duplication system, which provides access to a customer's credit history and record. We believe that our customer service initiatives coupled with our use of technology has helped us enhance our recognition and secure both new and repeat business in our retail operations.

Strong management and distinctive people and culture

Our most important asset is our people. We seek to consistently reinforce our management strength and experience through strong corporate governance and our employees' commitment to our business through recruitment, training a performance review and compensation system that emphasises teamwork. Our Senior Management has extensive experience in the banking and financial services sector and most of them have been with our group for a number of years, providing stability in our Senior Management leadership. Further, each of our businesses is supported by a dedicated team of managers with specialised professional expertise.

We believe the strength of our Senior Management team helps us in implementing policies and processes that ensure healthy credit quality and high standards of work ethic and that our current management structure allows scalability. Our Senior Management seeks to maintain a strong focus on corporate governance.

Our Strategies

Diversify our portfolio of products, increasing Group retail exposure and footprint our business

We intend to continue to diversify and expand our product portfolio to cater to the various financial needs of our customers and increase the share of income derived from the sale of financial products and services. Our businesses provide a diverse bouquet of solutions of corporate finance, investment banking, asset management (alternatives and mutual fund), insurance (general and life insurance), asset reconstruction and credit (micro, semi and medium enterprises, and mortgages) to our clients, enabling and supporting them on their financial journeys. We intend to leverage our brand and office network to develop complementary business segments and become the preferred provider of financial products – a one-stop shop for our customers' financial needs. Offering a wide range of products also helps us to attract more customers and to increase our scale of operations.

We intend to focus on high growth and dispersed risk-retail lending and to continue to grow our presence in high growth segments such as retail mortgages and SME loans. We expect our retail business to provide opportunities to achieve economies of scale and intend to diversify our risk across geographies, industries and collaterals. The Group focus will be on scaling up retail focused businesses of asset management, insurance and credit to SME and mortgage segments. In line with this strategy, the stated priority of the Group has been to reduce our wholesale exposure and increase our banking partnerships for an asset light model of retail lending.

Our asset management businesses which include our mutual fund and alternative business have grown significantly, with their customer assets to ₹ 23,09,369.20 million and ₹ 20,13,704.31 million as on March 31, 2026 and March 31, 2025. The customer assets grew by 14.68% year-on-year in Fiscal 2026. Our mutual fund business has been one of the fastest growing amongst the top 15 AMCs in the industry. We are one of the dominant player in the alternative asset management segment with our alternatives AUM crossing ₹ 7,27,063.25 million and ₹ 5,96,289.24 million as on March 31, 2026 and March 31, 2025. The AUM grew by 11.63% year-on-year in Fiscal 2026. We continue to grow our presence in high growth segments such as retail mortgages and SME loans.

We expect that our diverse revenue stream will reduce our dependence on any particular product or business, which will enable us to spread and mitigate our risk exposure to any particular industry, business, geography or customer segment aiding to as also to reduction in volatility of our performance.

We expect that our complementary businesses will allow us to offer new products to existing customers while also attracting new customers. We also expect that our knowledge of local markets will allow us to diversify into products desired by our customers, differentiating us from our competitors.

We have witnessed a robust growth in our customer franchise over the last couple of years. As on March 31, 2026, our customer reach was at ~13.53 million which is approximately 30.93% YoY growth of customer reach. We

see the retail segment as a key driver in our future growth and hence are recalibrating our Group to increase retail footprint.

Focus on efficient allocation of capital

We will actively seek growth opportunities in the businesses in which we operate as well as in new businesses that we see as potential areas of growth and value creation. These opportunities can take various forms, including acquisitions, mergers, de-mergers, stake sales, joint ventures and strategic investments. We will continue to seek both organic and inorganic growth opportunities and pursue these where we see the ability to add value for our various stakeholders and also grow our footprint across the businesses we operate in.

Focus on capital efficiency is at the core of asset light strategy which we intend to pursue going ahead. We are moving towards a capital light model for our retail **c**redit business by collaborating with banks (co-lending, on-lending, co- origination and securitisation) and down selling. We believe the partnership led models such as co-lending will improveefficiency of capital utilised and help grow overall asset under management.

Continue to leverage our large customer base and diversified business platform

We intend to continue to leverage our customer base by selling products across different business segments. As on March 31 2026, our customer reach was at ~13.53 million which is approximately 30.93% YoY growth of customer reach; a testament to the high quality product and customer experience provided by the Group's businesses.

Going ahead our increasing focus will be to leverage our large customer base and to build momentum for cross selling which will further enhance our strategy for providing a one-stop shop for our customers' financial needs. Our focus also has been on increasing our partner network in insurance businesses to provide an ecosystem approach to the customer to various ancillary services and in retail credit to help improve our product offering and risk-based pricing using technology enabled underwriting.

Continue to improve productivity, reduce risks and decrease costs

With an aim to improve operational performance, streamline service delivery and build long term cost efficiencies various projects have been undertaken to improve business independence. We have successfully unbundled various central operations to the underlying businesses which aid the businesses to choose the best service at the best cost suited for their specific business requirement aimed at reducing long term cost overheads.

Even as a Group, our aim was to reduce structural complexity and rationalise entities to build and optimum Group operating structure which aids the long-term cost rationalisation process.

For effective governance, risk mitigation and operational oversight on our businesses, various governance structures have been created to review operating performance, monitor risk and consult on improving profitability of the underlying businesses.

Continue to attract, train and retain talented employees

We believe a key to our success will be our ability to maintain a healthy mix of experienced and young professionals. We have been successful in building a team of skilled and talented professionals with relevant experience, having expertise in credit evaluation, risk management, retail consumer products, asset management, actuarial sciences, treasury, technology and marketing. Recruitment is a key management activity and we intend to attract graduates from premier Indian business schools as well as employees with relevant experience. We also focus on employee retention and utilise various programs to motivate employees and maintain employee

satisfaction including employee long term incentives, adequate vacation days, maternity/ paternity leave, hybrid working and sabbaticals for long-term employees.

Brief Highlights of our Businesses

Brief highlights of our diversified businesses including their business performance are as under:

Asset Management Business

Our asset management business consists of our mutual fund and our alternatives business. The businesses have grown significantly with our total assets under management being ₹ 23,09,369.20 million, ₹ 20,13,704.31 million and ₹1,820,703.05 million, as at March 31, 2026, March 31, 2025 and March 31, 2024, respectively.

Mutual Fund

Edelweiss Mutual Fund business is the 13th largest in the country and continues to be among the fast-growing AMCs in the industry. The business manages an AUM of ₹ 15,82,305.94 million as on March 31, 2026, under 73 schemes across categories, showcasing a growth of 11.63% YoY in FY26. Overall MF Equity assets under management witnessed a growth of ~25% Y-o-Y in FY26 with ₹ 7,81,137.17 million in assets. The business caters to 37,22,214 active folios as on March 31, 2026.

Edelweiss Mutual Fund has received the following recognitions and awards:

1. Silver award for Investor Communication & Transparency at Zee Mutual Fund Awards 2025;
2. Edelweiss Mutual Fund's Money Konnect Podcast wins GOLD AWARD by Adgully;
3. Edelweiss Nifty Alpha Low Volatility 30 index fund wins in smart beta index category at Cafemutual Passive Fund awards 2025;
4. Edelweiss Bharat Bond ETF 2030 wins the best Target Maturity ETF at Cafemutual Awards 2025; and
5. Edelweiss Mutual Fund awarded with the **Best Asset Manager** award by Morningstar for investing excellence 2026.

Alternative Asset Management

Our alternate assets business operates a diversified, multi-strategy platform, in large, undertapped and fast-growing alternative asset classes, focusing on providing income and yield solutions to our clients. Our key business verticals include: (i) real assets, which invests in a mix of equity, quasi-equity and debt instruments, (ii) private credit, which primarily invests in debt or convertible debt instruments and secular instruments for superior risk adjusted returns and (iii) other business verticals and services, including, portfolio management services and others. We have invested significant time and resources over the years in building a global, scalable, coverage platform for a diverse client base including institutional investors, UHNIs, HNIs and family offices

Our total asset under management was ₹ 7,27,063.26 million, ₹ 5,96,289.24 million, and ₹ 546,789.35 million at the end of Fiscal 2026, Fiscal 2025, and Fiscal 2024 respectively. The total assets under management grew 21.93% YoY in FY26

Asset Reconstruction Business

Our asset reconstruction business, managed through Edelweiss Asset Reconstruction Company Limited (EARC), seeks out distressed assets and businesses and combines our financial turnaround expertise with our ability to provide working capital through bridge loans and priority funding to streamline business operations and improve profitability. We believe we have created an expert advisory board of leaders from across sectors like steel, power and infrastructure to help us implement best practices in our portfolio companies. We employ a combination of resolution strategies to distressed assets that can be broadly categorised as follows:

- *Revival* – since we target investment in potentially viable companies, revival and business turnaround is amongst the foremost business strategy that we utilise.

- *Negotiated Settlement* – we utilise this strategy by employing an independent view on achievable return to seek quick and amicable resolution of assets with limited effort.

- *Enforcement* – where revival has failed and negotiations for settlement are inconclusive, we utilise the benefits available under SARFAESI Act and other statutes to enforce secured assets in an ethical and structured manner as prescribed in the SARFAESI Act.

We target investment in distressed assets with clear potential for business revival and having focused and dedicated promoters of high integrity and/or potential for asset sale. We also target investments in distressed assets that do not have any material barriers for legal enforcement.

Our assets under management in the asset reconstruction business were ₹ 92,766.02 million, ₹ 1,47,413.82 million and ₹ 3,15,917.20 million as at March 31, 2026, March 31, 2025 and March 31, 2024, respectively. EARC has partnered with multiple banks/NBFCs backed by our expertise on resolution of stressed assets. EARC has been able to recover more than₹ 85,898.24 million in Fiscal 2026, ₹ 57,301.81 million in Fiscal 2025, and ₹ 94,164.16 million in Fiscal 2024.

Insurance Business

Edelweiss expanded its addressable retail markets by launching life insurance business during 2011. We completed our insurance offering by entering general insurance business in Fiscal 2018.

Life Insurance Business

Edelweiss Life Insurance Company Limited ("**Edelweiss Life**") established nationwide operations in July 2011 with an immovable focus on protecting people's dreams and aspirations.

Our life insurance business has also expanded its distribution footprint across India and had 94 branches in around 78 cities as on March 31, 2026.

The company (Edelweiss Life) operates under a life insurance license issued by IRDAI. It had equity of ₹ 5,938.52 million as on as on March 31, 2026. It issued approximately 67,807 individual policies as on March 31, 2026. The company (Edelweiss Life) had a distribution presence through its 94 branches and ~71,105 personal financial advisors (PFAs) as on March 31, 2026.

The Gross Premium income for the year ended March 31, 2026, was ₹ 22,213.30 million and ₹ 20,863.22 million for the year ended March 31, 2025, with a growth of about 6.47% YoY. The collected Individual Annualised Premium Equivalent (APE) was at ₹ 6,047.23 million for the year ended March 31, 2026, and ₹ 5,748.52 million for the year ended March 31, 2025. The total assets under management for the year ended March 31, 2026, was

₹ 1,04,246.37 million, and for the year ended March 31, 2025, was ₹ 93,720.43 million. The total assets under management grew 11.23% YoY in Fiscal 26. The 13th month persistency ratio on premium basis is at 70.36 % for the period ended March 31, 2026, and 70.80% for the period ended March 31, 2025. The Embedded Value of the business, calculated on market consistent basis, stands at ₹ 23,630.77 million as on March 31, 2026.

The company's Solvency Ratio – calculated on the basis of IRDAI norms applicable to insurance companies – was 176% as on March 31, 2026, 181% as on March 31, 2025, 179% as on March 31, 2024. Our solvency ratio has been consistently well above the required 150%. The Company stood at its highest-ever individual claims settlement ratio of 99.31% in the financial year 2025-26 as against 99.29% in the financial year 2024-25.

Edelweiss Life is focused on differentiating itself by being customer centric and enhancing customer experience driven by technology. It follows a prioritized need-based sales methodology that puts the customer at the centre of solution design and business processes. The customer centric approach of the business translates into product design, building customer-oriented internal systems and processes and sales and service approach, which enables us to build long lasting relationships.

Edelweiss Life has consistently been recognized by industry forums for its diverse capabilities, as is evident from the following accolades:

- Ranked 29th in the Best Companies to Work for in India by GPTW, up from rank 30th last year.
- Recognised among Best Workplaces - Top 25 in BFSI and Top 100 India's Best Companies to Work for by GPTW.
- Awarded the BFSI Team for Excellence in Fraud Risk Management by EY.
- Recognized for Best Customer Retention Initiative of the Year (Life Insurance) at CX Excellence awards by Quantic.
- Recertified as Great Place to Work for 6th time in a row

General Insurance Business

Edelweiss strengthened its retail foray and increased the breadth of solutions offered to customers, both corporate and individual, with the launch of general insurance business in February 2018 through its 100% owned subsidiary Zuno General Insurance Limited ("**ZGIL**").

It focuses on bringing out new and innovative solutions for its clients. Further, there is impetus on investing in ecosystem partnerships and leveraging technology to deliver superlative customer experience. Our general insurance business was First to launch telematics enabled "usage based" Insurance with Switch 2.0 – *India's First 'Pay as you drive and pay howyou drive' motor Insurance.*

Our general insurance business is one of the early adopters of everything cloud native -be it insurance core, the APIs or the digital applications. They together facilitate real time policy issuance from website and OEM partners. We also enable 24x7 Motor Claims intimation via AI BOTS and Video surveys for motor claims assessments. Our mobile application supports mobile telematics based Zuno Driving Quotient for improved driving behaviour among other customer-centric services.

ZGIL had equity of ₹ 5,233.08 million, for the Fiscal 2026 and has approximately reached 9.26 million customers for the Fiscal 2026. ZGIL had issued 8,72,901 policies for Fiscal 2026, 5,95,111 policies for Fiscal 2025 and operates through 9 offices as of March 31, 2026.

ZGIL generated Gross Written Premium ("GWP") of ₹ 12,938.28 million, ₹ 10,121.91 million and ₹ 8,509.70 million for the financial years ending on March 31, 2026, March 31, 2025 and March 31, 2024, respectively.

ZGIL's profit/(loss) after tax was ₹ 1,163.73 million, (₹ 479.94 million), and (₹ 1,228.19 million), for Fiscal 2026, Fiscal 2025 and Fiscal 2024, respectively. ZGIL's Solvency Ratio – calculated on the basis of IRDAI norms applicable to insurance companies – was 156.93%, 158.10% and 172.35% as on March 31, 2026, March 31, 2025 and March 31, 2024, respectively.

We believe that we have developed strong capabilities to build the scale of our business in the financial services and general insurance markets, and that these capabilities can be leveraged to build the scale of our business in the general insurance market. Our emphasis has been on strengthening revenues and improving our service footprint by expanding our partner network which includes garages, hospitals, OEM's and new-age digital players. We have also tied up with technology partners to bolster our efforts towards providing a superlative customer experience.

At Zuno, we're redefining what it means to be a customer-first, technology-driven insurer. Through deep insights gathered from our Zuno Smart Drive (ZSD) program, we're building a granular understanding of our customers' needs, preferences, and driving behaviours, enabling us to craft truly personalized experiences that evolve with them.

Our commitment to innovation began with Switch 2.0, India's first telematics-enabled, usage-based motor insurance, offering both Pay As You Drive (PAYD) and Pay How You Drive (PHYD) options. Building on this pioneering step, Zuno Smart Drive takes accessibility and intelligence even further, integrating PHYD capability at no additional cost ; making telematics-based insurance effortless and inclusive for every customer.

Empowering this ecosystem is our Zuno mobile app, which introduces the Zuno Driving Quotient (ZDQ) a unique "try and buy" program that lets users experience our mobile telematics technology for free. During the trial, users receive real-time feedback and personalized discounts based on their driving behavior, all within a seamless, intuitive digital journey.

General Insurance covers multiple product categories and the key risks relate to parametric risks wherein we price our insurance products based on various assumptions and estimates relating to, among other factors, benefits, claim frequency and claim severity etc. In addition to delivering innovative solutions and enhancing customer experience, we are committed to operational excellence through our digital platform, leveraging data analytics and nuanced underwriting. We are proud to have won top awards for our product innovation and technology adoption efforts given by eminent industry consortiums and platforms.

We have won multiple awards for an innovative product like Zuno Switch and other technology initiatives undertaken. We continued to invest in and scale up our technology infrastructure which allows for easy integration with our ecosystem partners using our open API stack. We have also strengthened our competencies in product management and customer excellence in addition to extensively increasing the use of mobile applications and digital assets to actively engage and service our customers.

Our commitment to innovation and digital advancement in insurance has earned recognition across esteemed award forums including the categories: (i) E4M Golden Mikes for Best On-Ground Promotion by Brand & Radio Network; (ii) Most Preferred Workplace 2024-25 (Markman Daily in collaboration with India Today & Business Standard); (iii) Best Employer Brand By World HRD Congress, Tech Excellence in IT Cost Control; (iv) National excellence awards (Best Product Innovation for Zuno EV Add-on cover under GI category; and (v) Innovative Product Award for Zuno Health Plus). We continue to win awards across categories in multiple industry forums, adding a total of 15 awards in Fiscal Year 2026.

ZGIL has consistently been recognized by industry forums for its diverse capabilities, as is evident from the following accolades:

- Most Tech Savvy Insurance Company of the Year by the National Awards for Excellence in BFSI, 2025
- Best Product Innovation for Zuno SmartDrive by the National Awards for Excellence in BFSI, 2025
- Digital-First General Insurance Company of the Year by the Bharat Insurance Summit & Awards, 2025
- Most Tech Savvy Insurance Company by the CMO Asia Awards for Excellence in BFSI, 2025
- Best Marketing and PR Campaign for *Well Done Vivaan* by the CMO Asia Awards for Excellence in BFSI, 2025
- Most Innovative Marketing Campaign for *Well Done Vivaan* by BFSI Marketing Awards, 2025
- Excellence in Claims Service by Golden Star Awards, 2025
- Customer Service Excellence Award by Golden Star Awards, 2025
- New Age Insurer of the Year by Asian Leadership Awards, 2025
- General Insurance Company of the Year by Asian Leadership Awards, 2025
- Best CX Solution by Smart CX Summit and Awards, 2025
- Consumer Education Award (Goa State Insurance Plan) by National Awards for Excellence in Insurance, 2025
- Content Marketing in BFSI by e4m Indian Content & Marketing Awards, 2025
- Best Innovation on social media (Gold) – Sayar ye Chill wala, World Music Day by Madex Awards, 2025
- Best Innovation on social media (Gold) – Sayar ye Chill wala, World Music Day by Afaq Digies Award, 2026

Credit Business

Our Group's credit business is a mix of diversified and scalable businesses. Our Group's credit business is a mix of diversified and scalable businesses. Over the past two years, our Group's credit business has undergone a strategic transition from a dual retail and wholesale model to a predominantly retail-focused platform. Our credit business primarily consists of retail credit products, including mortgages, home finance, retail construction finance, loan against property and SME finance.

We seek to increase the size of our retail credit book through an asset light model by collaborating with banks (primarily through co-lending, on-lending, co-origination and securitization) and to grow the loan book in a balanced and risk efficient manner. We also emphasize prudent financing criteria, strong risk management and a conservative collateral coverage ratio in order to achieve a low rate of Gross NPA and Net NPA in our retail credit business. We believe that the Government's initiatives aimed at increasing digitization of public services will result in increased financial inclusion and home ownership among the Indian population and are supportive of our Credit business. We also consistently seek to leverage technology to improve consumer access and increase retail use of our credit products and services.

Retail Credit Business

Our retail credit businesses operate under ECL Finance Limited ("**ECLF**")***** and Nido Home Finance Limited ("**NHFL**"/"**Nido**"), an HFC, catering to a wide spectrum of individuals, high-net worth individuals ("**HNI**") and affluent clientele, as well as lower income urban and rural customers (collectively, our "**Retail Credit**" business) and offers the following products:

Pursuant to the approval by the NCLT on September 12, 2025 and the ROC on September 30, 2025, the scheme of merger between Edelweiss Retail Finance Limited ("ERFL**") with ECL Finance Limited ("**ECLF**") has been effective from September 30, 2025.*

Retail Mortgage

Our mortgages business caters to retail homebuyers and small business owners/self-employed clients. We provide a wide variety of products including construction finance, home loans, loan against property, small ticket home loans and small ticket loan against property. Our journey began in major metropolitan areas and tier 1 cities. We are now focusing on building small-ticket and affordable home loans in tier 2 and tier 3 cities, capturing the growing demand and opportunities in these regions. We prioritise home loans through developer tie-ups and participating in affordable housing programs. With our increased eligibility to obtain refinance from the National Housing Board at a reduced borrowing cost, we seek to grow this business with enhanced profitability.

Furthermore, our focus on the asset light, co-lending led credit strategy enables mobilise resources and free up equity capital for further growth in addition to yield optimisation on such loans. The collateral for retail mortgage products typically involves a pledge of residential or commercial property.

Nido Home Finance Limited had asset under management of ₹ 49,062.24 million, ₹ 42,351.19 million and ₹ 39,618.37 million as on March 31, 2026, March 31, 2025 and March 31, 2024, respectively. The asset under management grew 15.85% YoY in Fiscal 2026. The loan to value ratio in its home loans and LAP portfolio remained at a comfortable level.

SME & Business Loans

SME finance business is our key focus areas in retail credit and caters to the small and medium enterprises/businesses and highly scalable market. We offer secured and unsecured business loans to SMEs, addressing significant unmet demand that is not currently adequately serviced by banks and financial institutions and NBFCs are increasing their penetration of this sector. The collateral for secured SME loans is typically a pledge of residential or commercial property.

Retail MSME and other businesses had a gross loan book of ₹ 13,452.77 million as on March 31, 2026.

Wholesale Credit Business

Our corporate credit business (also referred to as wholesale lending) mainly comprised of wholesale mortgages and structured collateralised credit with a portfolio across Structured Finance ("**SF**") and Real Estate ("**RE**"). In FY24, the company passed a resolution to exit the RE and SF business and reduce the underlying loan portfolio in the mid-term. Accordingly, new disbursements in the RE and SF business were discontinued with effect from January 1, 2024, as part of our strategy to transition towards a more retail-focused and asset-light credit model. Gross wholesale credit assets in ECLF stand at ₹ 3,224.34 million as on March 31, 2026. As per our stated strategy, we are working towards exiting our wholesale credit book completely. As the wholesale book has contracted and the portfolio has become predominantly retail in nature, the provisioning coverage ratio of 68.36% as at March 31, 2026 is calibrated to the risk profile of a retail lending book and is broadly consistent with provisioning levels

maintained by peer retail-focused NBFCs and HFCs. Investors should read the movement in provisioning coverage ratio in this context rather than as an indication of deteriorating credit discipline.

Asset Quality and Risk Management

Gross Loans/ Gross Loan Book of Nido Home Finance Limited was ₹ 35,053.53 million, ₹ 32,436.78 million, and ₹ 30,971.28 million as at March 31, 2026, March 31, 2025 and March 31, 2024, respectively on a standalone basis. Gross Stage 3 loans % of Nido Home Finance Limited were 2.31%, 2.17% and 1.46% of the gross advances as at March 31, 2026, March 31, 2025, and March 31, 2024, respectively on a standalone basis. Net Stage 3 Loans % and/or Net NPA % of Nido Home Finance Limited were 1.90%, 1.77% and 1.19%, of the gross advances net off stage 3 provisions as at March 31, 2026, March 31, 2025, and March 31, 2024 respectively on a standalone basis.

Gross Loans/ Gross Loan Book of ECLF was ₹ 17,685.55 million, ₹ 9,672.55 million and ₹ 13,217.36 million as at March 31,2026, March 31, 2025, and March 31, 2024, respectively. As at March 31, 2026, the loan book comprised approximately ₹ 14,461.21 million of retail advances and ₹ 3,224.34 million of residual wholesale exposures, reflecting the continued reduction of our wholesale credit portfolio Our Gross Stage 3 loans were 2.20 %, 2.33% and 2.56 % of our gross advances as at March 31,2026, March 31, 2025, and March 31, 2024, respectively. The reduction in Gross Stage 3 loans over the three-year period reflects recoveries and resolutions in the wholesale portfolio as well as the increasing share of retail advances within the overall loan book. Our Net Stage 3 Loans % were 1.21%, 1.33%, and 1.41% of our gross advances net off stage 3 provisions as at March 31,2026, March 31, 2025 and March 31, 2024, respectively*. As our lending portfolio has become increasingly retail-focused, provisioning levels have also been aligned to the changing composition and risk profile of the portfolio.

** Pursuant to the approval by the NCLT on September 12, 2025 and the ROC on September 30, 2025, the scheme of merger between Edelweiss Retail Finance Limited ("**ERFL**") with ECL Finance Limited ("**ECLF**") has been effective. Accordingly, the aforementioned information has been disclosed on a consolidated basis for ERFL and ECLF.*

We seek to maintain an average collateral value ratio in excess of two times the loan amount at the time of origination and maintain focus on asset quality and controlling underwriting costs. We believe that, as a result of our prudent risk management and strict underwriting policies, we have been able to manage the quality of collateral assets securing our corporate credit loans. Even when a loan is required to be classified as an NPA, we continue to hold a significant amount of collateral against such loans. We have also observed in the past that over-collateralisation acts as a disincentive for the borrower to default.

To mitigate concentration risk in the corporate credit book, we implement appropriate limits on exposure to a single borrower or a group or a sector or particular scrip taken as collateral etc. The single borrower and group borrower lending limits (SBL/GBL) comply with RBI directives for NBFCs. Industry. We monitor industry sector/scrip-wise exposures to avoid ensure building up any concentration.

We manage risk our credit business through the 3 'C's framework - counterparty, collateral and cash flow.

- *Counterparty* – We assess the borrower's track record, relationship with our Group, and ability to execute the project. We also analyse the borrower group's financial standing, assets and liabilities and cash flow and liquidity, and conduct a credit history and regulatory checks.

- *Collateral* – We evaluate whether it is a hybrid collateral pool or a ring-fenced structure and analyse ease of enforcement. We conduct a valuation based on both economic value and liquidity. We conduct an environmental analysis and follow-up with periodical post-disbursement monitoring.

- *Cash flow* – We analyse the fundamentals of the borrower's business performance and the collateral assets. We stress test cash flow analysis assuming both periodic and event-based scenarios. We employ escrow arrangements to ring- fence and control project cash flows wherever appropriate.

Our Lending Policies and Processes

Our loan offerings cater to a broad cross-section of clients ranging from corporates to SMEs to individuals including rural population. The lending policies that we have in place are aimed at ensuring that risk management remains our focus and our loan portfolio remains of a high quality. We also maintain prudent provisioning and write-off policies in respect of our NPAs in line with regulatory requirements.

Lending Policies

Our lending products and policies are aligned to the specific needs of diverse categories of clients. To ensure this, each of our business segment maintains its internal credit policies and approval processes, which are aligned with our established risk evaluation criteria.

Credit Processes

We believe our business processes ensure complete independence of functions and a segregation of responsibilities. We believe our credit appraisal and credit control processes, centralised operations unit, independent audit unit for checking compliance with the prescribed policies and approving loans at transaction level as well as our risk management processes and policies allow layers of multiple checks and verifications. These verifications include collateral valuation, title search, document verification, fraud and KYC verifications, personal meetings with clients and audit before the disbursement of loans. Our standardised processes aim to deliver high quality of service and ensuring efficiency by integrating our workforce, processes and technology. Our key business processes are regularly monitored by the respective business or operations head. Our loan approval and administration procedures, collection and enforcement procedures are designed to minimise delinquencies and maximise recoveries.

We believe that we have the necessary internal controls and risk management systems to assess and monitor risks across various business lines. These systems function through an independent department concerning accounts and operations and a dedicated centralised risk management team. We seek to monitor and control risk exposure through a variety of separate but complementary financial, credit and operational reporting systems.

Collection & Recovery process

We have built a robust infrastructure with specialised teams and a multi-channel approach for collections and recoveries. The efforts of the collection teams are strongly supported by our analytics team. A strong post-approval monitoring system help the collections team to identify early stress in accounts.

Capital to Risk Assets Ratio

Our credit business is subject to the CRAR requirements as prescribed by the RBI or NHB, as applicable. We are currently required to maintain in respect of our NBFCs-ML a minimum of 15% as prescribed under the prudential norms of the RBI based on our total capital to risk weighted assets. We are also required to maintain in respect of our HFC a minimum of 15% as prescribed under the prudential norms of the RBI based on our total capital to risk weighted assets. As part of our governance policy, we maintain capital adequacy higher than the statutorily prescribed CRAR.

The table below sets out our CRAR for our key NBFC subsidiaries/HFC engaged in the credit business, which is computed on the basis of the applicable RBI/NHB requirements, as at the dates indicated:

Particulars	As at March 31, 2026	As at March 31, 2025	As at March 31, 2024
ECL Finance Limited*			
CRAR – Tier I capital (%)	29.83%	23.28%	20.34%
CRAR – Tier II capital (%)	0.03%	9.34%	20.34%
Total CRAR (%)	29.86%	32.62%	40.68%
Nido Home Finance Limited (calculated as per Ind AS)			
CRAR – Tier I capital (%)	28.80%	33.60%	39.05%
CRAR – Tier II capital (%)	0.00%	0.00%	0.00%
Total CRAR	28.80%	33.60%	39.05%
Edelweiss Asset Reconstruction Company			
CRAR – Tier I capital (%)	80.03%	90.46%	60.33%
CRAR – Tier II capital (%)	0%	0%	0%
Total CRAR	80.03%	90.46%	60.33%

****** Pursuant to the approval by the NCLT on September 12, 2025 and the ROC on September 30, 2025, the scheme of merger between Edelweiss Retail Finance Limited ("**ERFL**") has merged with ECL Finance Limited ("**ECLF**") has been effective. Accordingly, the aforementioned information has been disclosed on a consolidated basis for ERFL and ECLF.*

Liability Management

We focus on meeting our funding requirements and managing short-term surpluses in a manner similar to that of a treasury of commercial banks. As a part of this process, we track daily cash flows and expected cash flows for near and medium term. We ensure maintenance of liquidity at Group and entity level and its investment across different asset classes. Our sources of funding comprise credit facilities by way of term loans from banks, cash credits from banks, redeemable non- convertible debentures and money market borrowings. We raise funds from diversified sources and through a wide range of instruments in order to reduce our funding cost and maintain a large lender base. This assists us to raise resources at competitive rates, protect interest margins and maintain a diversified funding portfolio designed to achieve funding stability and liquidity. We believe that through our liability management operations, we maintain our ability to repay borrowings as they mature and obtain new loans at competitive rates. We seek to manage and maintain an optimum level of liquidity and comply with the prudent requirements of asset liability management. The objective is to obtain smooth functioning of all our operations and to avoid the holding of excessive cash. We maintain a balance between interest earning liquid assets and cash to optimise earnings. We actively manage our cash and funds flow by using various cash management services provided by banks. We also invest temporary surplus funds with liquid debt based mutual funds. Our investments are made in accordance with the investment policy approved by the Board. These responsibilities are now devolved at entity level to ensure compliance and efficiency.

Asset and Liability Management

Our business requires significant working capital and, accordingly, our day-to-day liquidity management is a critical function. We manage our liquidity and balance sheet to ensure that maturing liabilities are repaid smoothly. We also manage key components of balance sheet, monitor interest rate sensitivity in our portfolio and take pre-emptive steps to mitigate any potential liquidity risks and interest rate risks. We ensure that we maintain an adequate liquidity cushion to meet short-term obligations while continuing to meet long-term obligations as a going concern. As at March 31, 2026 our available liquidity, which includes unencumbered government bonds, mutual fund investments, bank fixed deposits, unutilised overdraft lines, sanctioned term loans from banks, exchange margin, and other high quality liquid assets which can be converted into cash in a short period of time

if needed, was approximately ₹ 64,880.00 million which was ~35.06% of our borrowings on that day. Our consolidated cash and cash equivalents as at March 31, 2026 were ₹ 27,204.52 million.

Our Asset Liability Management (the "**ALM**")/available liquidity statement is prepared on a monthly basis to track our inflows and outflows. The ALM statement is placed before the asset liability management committee periodically. Since we have a mixed lending portfolio comprising short-term and long-term loans, we make efforts to match the maturity of liabilities with the maturity of assets. We structure the treasury assets to maintain sufficient liquidity, address the capital needs of the business and manage interest rate risks. We focus on enterprise-wide risk management to ensure optimum returns and capital preservation. These responsibilities are devolved at entity level to ensure compliance and efficiency. Our ALM profile has continued to reflect positive cumulative gaps across all time buckets on both a standalone and consolidated basis.

Our Total Borrowings on a standalone basis were ₹ 39,848.72 million as at March 31, 2026, comprising substantially of NCDs of aggregating up to ₹ 39,329.39 million and commercial papers aggregating up to ₹ 519.33 million. Our standalone debt-to-equity ratio as at March 31, 2026 was 0.66x, reflecting a well capitalised standalone balance sheet with total equity of ₹ 60,667.32 million.

We also seek to continue to reduce dependence on short-term money market borrowings, diversify our sources of borrowings and increase the proportion of our medium to long term borrowings. We have accordingly enhanced monitoring of our available liquidity and also continue to work on various sources to raise fresh funds.

Besides maintaining a liquid balance sheet, we continue to reduce dependence on market borrowings, diversify sources of borrowings, diversify the type of instruments through which we borrow and increase liabilities in the medium to long term buckets. We have reduced dependence on commercial paper borrowings to 2.4 % of borrowings with the borrowings from NCDs and bank finance accounting for 97.6% of total adjusted borrowings at the end of Fiscal 2026. Overall share of total consolidated borrowings maturing in less than one year and more than one year stands at 38.09% and 61.91 % respectively as at March 31, 2026. All these steps have ensured that we continue to maintain positive gap in ALM through all time buckets, individually as well as at consolidated level and also maintain sufficient available liquidity.

Key Operational and Financial Parameters

The consolidated profit/(loss) for the year attributable to owners of the Issuer was ₹ 5,466.32 million, ₹3,988.30 million, and ₹ 4,207.00 million Fiscal, 2026, Fiscal 2025, and Fiscal 2024 respectively.

The following table sets forth the Key Operational and Financial Parameters on a consolidated basis in respect of the Audited Consolidated Financial Statements:

(₹ in million, unless otherwise stated)

Parameters	As at and for the financial year ended March 31, 2026	As at and for the financial year ended March 31, 2025	As at and for the financial year ended March 31, 2024
Net Fixed assets (Refer Note I)	11,630.14	12,893.90	13,258.19
Total assets (Refer Note II)	4,37,414.60	4,16,225.04	4,29,195.71
Networth (Refer Note III)	43,722.34	41,142.64	44,255.44
Adjusted Networth (Refer Note III)	56,927.44	56,077.04	57,124.68
Total equity and liabilities (Refer Note IV)	4,37,414.60	4,16,225.04	4,29,195.71
Profit and Loss			
Total Income	1,08,651.40	95,187.14	96,015.75
Revenue from Operations	1,04,169.48	92,503.07	94,995.60
Other income	4,481.92	2,684.07	1,020.15
Total Expenses	99,617.87	87,170.94	91,641.75

(₹ in million, unless otherwise stated)

Parameters	As at and for the financial year ended March 31, 2026	As at and for the financial year ended March 31, 2025	As at and for the financial year ended March 31, 2024
Exceptional Item	(986.82)	-	-
Profit / (Loss) before tax	8,273.65	8,016.20	4,374.00
Profit/ (Loss) for the year	6,804.63	5,358.20	5,280.47
Other comprehensive income/(loss)	(8,248.64)	(7,731.39)	1,458.95
Total comprehensive income/(loss)	(1,444.01)	(2,373.19)	6,739.42
EPS			
(a) Basic	7.23	5.89	4.68
(b) Diluted	7.15	5.81	4.68
Cash Flow			
Net cash generated from / (used in) operating activities	8,972.83	33,837.61	28,935.77
Net cash generated from / (used in) investing activities	(9,632.53)	37,936.18	(4,815.81)
Net cash generated from / (used in) financing activities	(19,364.00)	(48,277.75)	(27,846.38)
Cash & Cash Equivalents as at the beginning of the year	47,228.22	23,732.18	27,458.60
Cash & Cash Equivalents as at the end of the year	27,204.52	47,228.22	23,732.18
Net (decrease) / increase in cash and cash equivalents	(20,023.70)	23,496.04	(3,726.42)
Additional information			
Cash and Cash Equivalents	27,204.52	47,228.22	23,732.18
Interest Income	27,665.28	26,900.30	28,537.93
Finance Costs	24,915.99	25,370.44	27,865.03

I. Reconciliation of Net Fixed Assets

(₹ in million, unless otherwise stated)

Particulars	As at		
	March 31, 2026	March 31, 2025	March 31, 2024
Investment property	707.57	1,266.23	1,550.67
Property, Plant and Equipment including Right to use (ROU) assets	9,276.57	9,558.29	9,685.55
Capital work in progress	14.39	4.39	36.55
Intangible assets under development	197.98	180.50	324.65
Goodwill on consolidation	-	0	236.60
Other Intangible assets	1,433.63	1,884.49	1,424.17
Total Net Fixed Assets	**11,630.14**	**12,893.90**	**13,258.19**

Note: Net Fixed Assets includes Investment property, Property, Plant and Equipment including Right to use (ROU) assets, Capital work in progress, Intangible assets under development, Goodwill on consolidation and Other Intangible assets.

II. Total Assets

(₹ in million, unless otherwise stated)

Particulars	As at		
	March 31, 2026	March 31, 2025	March 31, 2024
Total Financial assets	3,81,118.49	3,65,402.93	381,993.73
Cash and cash equivalents	27,204.52	47,228.22	23,732.18

Particulars	As at		
	March 31, 2026	March 31, 2025	March 31, 2024
Bank balances other than cash and cash equivalents	7,594.06	5,178.61	9,575.76
Derivative financial instruments	7,064.32	787.05	1,192.41
Trade Receivables	4,783.30	3,936.52	3,575.37
Loans	1,09,857.60	1,22,213.04	148,040.32
Investments	1,98,813.51	1,75,741.32	184,914.75
Other financial assets	25,801.18	10,318.17	10,962.94
Total Non-financial assets	56,296.11	50,822.11	47,201.98
Reinsurance assets	4,045.44	3,911.81	3,273.99
Current tax assets (net)	8,699.99	6,799.62	7,761.32
Deferred tax assets (net)	21,009.84	17,795.39	15,464.78
Investment property	707.57	1,266.23	1,550.67
Property, Plant and Equipment (including Right to use (ROU) assets	9,276.57	9,558.29	9,685.55
Capital work in progress	14.39	4.39	36.55
Intangible assets under development	197.98	180.50	324.65
Goodwill on consolidation	-	0	236.60
Other Intangible assets	1,433.63	1,884.49	1,424.17
Other non- financial assets	10,910.70	9,421.39	7,443.70
Total Assets	**4,37,414.60**	**4,16,225.04**	**429,195.71**

III. Reconciliation of Networth and Adjusted Networth

(₹ in million, unless otherwise stated)

Particulars	As at		
	March 31, 2026	March 31, 2025	March 31, 2024
Equity Share capital	946.53	921.40	898.89
Other equity	45,284.74	43,325.91	46,724.72
Less: Revaluation Reserve through Other Comprehensive Income	(2,508.93)	(3,104.67)	(3,368.17)
Networth (A)	43,722.34	**41,142.64**	**44,255.44**
Equity attributable to Non-controlling interest (B)	13,205.10	14,934.40	12,869.24
Adjusted Networth (C=A+B)	**56,927.44**	**56,077.04**	**57,124.68**

IV. Total equity and liabilities

(₹ in million, unless otherwise stated)

Particulars	As at		
	March 31, 2026	March 31, 2025	March 31, 2024
Derivative Financial Instruments	4,067.98	1,427.30	1,155.83
Trade Payables	13,845.92	12,596.59	16,739.87
Insurance claims payable	884.99	520.57	373.82
Debt securities	1,46,718.63	1,23,604.41	143,980.51
Borrowings (other than debt securities)	31,420.04	43,893.39	47,408.57
Deposits	-	0	16.98
Subordinated Liabilities	6,904.08	11,247.34	11,078.12
Other financial liabilities (including Lease Liabilities)	52,166.31	54,662.42	53,290.79
Current tax liabilities (net)	63.50	915.58	364.14

Particulars	As at		
	March 31, 2026	March 31, 2025	March 31, 2024
Provisions	1,044.12	662.34	619.25
Policyholders' liabilities	1,05,617.76	96,518.10	83,042.84
Deferred tax liabilities (net)	7,049.40	3,400.79	2,050.94
Other non-financial liabilities	8,195.50	7,594.50	8,581.20
Equity Share capital	946.53	921.40	898.89
Other equity	45,284.74	43,325.91	46,724.72
Equity attributable to Non-controlling interest	13,205.10	14,934.40	12,869.24
Total Equity and Liabilities	**4,37,414.60**	**4,16,225.04**	**429,195.71**

The standalone profit/(loss) of the Issuer was ₹ 4,475.24 million, ₹ (519.08) million, and ₹ 6,952.12 million the Fiscals 2026, 2025, and 2024, respectively.

The following tables sets forth the Key Operational and Financial Parameters on a standalone basis in respect of the Audited Standalone Financial Statements.

(₹ in million, unless otherwise stated)

Parameters	As at and for the financial year ended March 31, 2026	As at and for the financial year ended March 31, 2025	As at and for the financial year ended March 31, 2024
Balance Sheet			
Net Fixed assets (Refer Note I below)	182.22	185.61	6.96
Total assets (Refer Note II below)	1,01,972.22	87,459.45	88,789.13
Net Worth (Refer Note III below)	60,667.32	55,170.85	54,628.43
Total equity and liabilities (Refer Note IV below)	1,01,972.22	87,459.45	88,789.13
Profit and Loss			
Total Income	8,310.22	3,834.14	10,276.82
Total Revenue from operations	5,474.64	3,383.74	(1,391.27)
Other income	2,835.58	450.40	11,668.09
Total Expenses	3,480.49	4,376.70	5,121.57
Profit before tax	4,819.74	(542.56)	5,155.25
Profit for the year	4,475.24	(519.08)	6,952.12
Other comprehensive income	14.90	(11.92)	(4.27)
Total comprehensive income	4,490.14	(531.00)	6,947.85
EPS			
(a) Basic	4.75	(0.57)	7.73
(b) Diluted	4.70	(0.56)	7.72
Cash Flow			
Net cash generated from / (used in) operating activities	(1,195.09)	(5,184.78)	(12,657.86)
Net cash generated from / (used in) investing activities	(4,441.58)	6,037.75	12,647.80
Net cash generated from / (used in) financing activities	6,031.60	(1,278.61)	(879.00)
Cash and cash equivalents as at the beginning of the year	35.39	461.03	1,350.09
Cash and cash equivalents at the end of the year	430.32	35.39	461.03
Net (decrease) / increase in cash and cash equivalents	394.93	(425.64)	(889.06)
Additional information			
Cash and Cash Equivalents	430.32	35.39	461.03
Interest Income	3,874.78	4,140.40	4,079.80
Finance Costs	3,891.19	3,441.25	3,268.90

I. Reconciliation of Net Fixed Assets

(₹ in million, unless otherwise stated)

Particulars	As at		
	Fiscal 2026	Fiscal 2025	Fiscal 2024
Property, Plant and Equipment	2.72	6.11	6.96
Intangible assets under development	-	-	-
Other intangible Assets	179.50	179.50	-
Total Net Fixed Assets	182.22	185.61	6.96

Note:. Net Fixed Assets includes Investment property, Property, Plant and Equipment including Right to use (ROU) assets, Capital work in progress, Intangible assets under development, Goodwill on consolidation and Other Intangible assets.

II. Total Assets

(₹ in million, unless otherwise stated)

Particulars	As at		
	Fiscal 2026	Fiscal 2025	Fiscal 2024
Total Financial assets	96,013.27	81,803.39	83,192.36
Cash and cash equivalents	430.32	35.39	461.03
Bank balance other than cash and cash equivalents	8.58	10.70	9.48
Trade receivables	185.82	366.96	154.50
Loans	37,977.64	30,891.31	36,382.39
Investments	57,262.64	50,310.93	46,080.37
Other financial assets	148.27	188.10	104.59
Total Non-financial assets	5,958.95	5,656.06	5,596.77
Current tax assets (net)	900.47	598.93	826.03
Deferred tax assets (net)	3,709.09	3,887.56	3,803.28
Property, plant and equipment	2.72	6.11	6.96
Other intangible assets	179.50	179.50	-
Other non-financial assets	1,167.17	983.96	960.50
Total Assets	**1,01,972.22**	**87,459.45**	**88,789.13**

III. Reconciliation of Networth

(₹ in million, unless otherwise stated)

Particulars	As on		
	Fiscal 2026	Fiscal 2025	Fiscal 2024
Equity Share Capital	946.53	921.40	898.89
Other Equity	59,720.79	54,249.45	53,729.54
Networth	**60,667.32**	**55,170.85**	**54,628.43**

IV. Total Equity and Liabilities

(₹ in million, unless otherwise stated)

Particulars	As on		
	Fiscal 2026	Fiscal 2025	Fiscal 2024
Financial Liabilities	41,169.93	31,761.09	34,078.56
Derivative financial instruments	-	-	-
Trade payables	591.32	198.91	3112.59
Debt securities	39,848.72	30,724.42	28,079.84
Borrowings (other than debt securities)	-	0	1,597.39
Other financial liabilities	729.89	837.76	1,288.74
Non-financial Liabilities	134.97	527.51	82.14
Current tax liabilities (net)	-	29.18	29.21

Particulars	As on		
	Fiscal 2026	Fiscal 2025	Fiscal 2024
Provisions	13.53	4.11	4.00
Other non-financial liabilities	121.44	494.22	48.93
Total Equity	60,667.32	55,170.85	54,628.43
Equity Share Capital	946.53	921.40	898.89
Other Equity	59,720.79	54,249.45	53,729.54
Total Equity and Liabilities	**1,01,972.22**	**87,459.45**	**88,789.13**

Key Parameters of Nido Home Finance Limited

(₹ in million, except percentage)

Particulars	As at and for the financial year ended March 31, 2026	As at and for the financial year ended March 31, 2025	As at and for the financial year ended March 31, 2024
Gross Stage III Loan (A)	810.65	705.47	452.76
Total Gross Loan (B)	35,053.53	32,436.78	30,971.28
Gross Stage 3 % (A/B)	2.31%	2.17%	1.46%
Gross Stage III Loan	810.65	705.47	452.76
Less: Allowance for ECL on Stage III	147.78	133.93	82.57
Net Stage III (A)	662.87	571.54	370.19
Total Gross Loan	35,053.53	32,436.78	30,971.28
Less: Allowance for ECL on Stage III	147.78	133.93	82.57
Net Loan (B)	34,905.75	32,302.85	30,888.71
Net Stage 3 % (A/B)	1.90%	1.77%	1.19%

Note: The amount is inclusive of ECL allowance on loan commitments.

Key Parameters of ECL Finance Limited*

(₹ in million, except percentage)

Particulars	As at and for the year ended March 31, 2026	As at and for the year ended March 31, 2025	As at and for the year ended March 31, 2024
Gross Stage III Loan (A)	389.08	225.64	338.32
Total Gross Loan (B)	17,685.55	9,672.55	13217.36
Gross Stage 3 % (A/B)	2.20%	2.33%	2.56%
Gross Stage III Loan	389.08	225.64	338.32
Less: Allowance for ECL on Stage III	176.86	98.00	153.66
Net Stage III (A)	212.22	127.64	184.66
Total Gross Loan	17,685.55	9,672.55	13217.36
Less: Allowance for ECL on Stage III	176.86	98.00	153.66
Net Loan (B)	17,508.69	9,574.55	13,063.70
Net Stage 3 % (A/B)	1.21%	1.33%	1.41%

** Pursuant to the approval by the NCLT on September 12, 2025 and the ROC on September 30, 2025, the scheme of merger between Edelweiss Retail Finance Limited ("**ERFL**") with ECL Finance Limited ("**ECLF**") has been effective. Accordingly, the aforementioned information has been disclosed on a consolidated basis for ERFL and ECLF.*

Our Credit Ratings

Credit Ratings for Edelweiss Financial Services Limited as on the date of this Draft Prospectus:

Credit Rating Agency	Instruments	Ratings
ACUITE	Long Term NCDs	ACUITE A+/Stable
ACUITE	Short-term – Commercial Paper	ACUITE A1+
Brickwork	Long Term SPs	BWR PP-MLD A+/Stable
Brickwork	Long Term NCDs	BWR A+/Stable

Credit Rating Agency	Instruments	Ratings
CARE	Long Term NCDs	CARE A/Stable
Crisil	Long Term SPs	Crisil PPMLD A+ /Stable
Crisil	Short-term – Commercial Paper	Crisil A1+
Crisil	Long Term NCDs	Crisil A+/Stable
ICRA	Long Term NCDs	ICRA A+(Stable)
INFM	Short-term – Commercial Paper	IVR A1+

Our Business Approach

From advisory and investment banking services, we have grown by strategically focusing on synergistic diversification in complementary businesses, client segments, asset classes and geographies. Our strong focus on diversification has helped our Group grow from being an investment banking advisory house into a credit and financial services institution.

We believe that knowledge, research and innovation have been the key drivers of our growth. We constantly pursue innovation, explore complementary businesses and invest in new business models. The core thinking that underlines each of our business decisions is to provide long-term value creation by building sustainable businesses while focusing on risk.

We believe that, over the years, we have demonstrated the ability to reinvent ourselves in response to evolving economic and business cycles. We believe that the element of adaptability and flexibility ensures our businesses identify opportunities, deal with dynamic economic situations and are equipped to leverage knowledge, experience and professionalism in dealing with new prospects.

As a diversified financial services company, we believe that we cater to all segments of society, as distinguished from largely mono-line financial services companies that are focused on one or two asset classes and narrowly defined customer segments, resulting to greater exposure to market cycles. Our businesses include retail credit, corporate credit, asset management, asset reconstruction and insurance. While our credit businesses, currently facing environmental headwinds, have provided us the steady growth and scalability in the past. We also believe that our insurance business is a long-term opportunity to create a stable source of growth.

Growing our business

Over the years, a key question that we have faced is what it takes to build a sustainable business. Having engaged in trying to build sustainable and quality businesses over the last 25 years, we now believe that building a business involves the management of four key vectors:

- Customers – Customer experience is a key component of the long-term growth of our business. Our brand building mission has been intensified by digitalisation and easy access of customers to our products. We have also increasingly enhanced our focus on customers with three new guiding principles added to our original list of ten, each of them focusing on customers.

- People – We believe that our people are critical to the mission of our Group and human capital sets apart good companies from great companies. We believe that we have been fortunate to work with people who have not only proved to be valuable assets in driving our business and enterprise functions but equally adept at helping extend our core focus on people management to their own leadership teams.

- Risk – Managing risk and treading carefully is central to our mission and risk management has been a core focus since our inception for the growth of our business. By embedding risk management into the culture of

the organisation, we have tried to ensure that the first line of defence starts with each individual and pervades throughout our organisation.

- Cost – Managing costs is not about cutting costs, but about calibrating costs to ensure that necessary balance between current and future spending and investment. We seek to continue invest in businesses and opportunities in order to build the scale of our credit and asset management and insurance businesses.

We seek to support our management with these four key vectors along with a high degree of technological penetration throughout our business operations.

Risk management

Our diversified financial services business activities are exposed to various risks that are either inherent to the business or have their genesis in changes in the macro-economic environment. The risk management practices of the Group have facilitated navigating through environmentally turbulent times. Our Enterprise Risk Management (ERM) framework has helped us strategically benchmark our practicesacross different business lines to the desired levels. We have also put in place an in-house "Eleven-risk framework" as under to formalize the process of assess, avoid, manageand mitigate risks across business verticals in a continuous manner.

A brief description of the risks we face is as under:

Risk Vector	Description
Business Risk	Risk of failure of strategy or execution or adverse change in environment or inabilityto innovate
Market Risk	Risk of loss resulting from adverse movements in market variables
Liquidity Risk	Risk of not being able to timely monetize an asset at a fair price; or inability to meetfinancial obligations
Credit Risk	Risk of loss due to inability or unwillingness of a counterparty to meet financial / contractual obligations
Operational & Process Risk	Risk of loss resulting from inadequate or failed processes, system controls or human negligence
Fraud Risk	Activities undertaken by an individual or entity in a dishonest orillegal manner for personal gains
Regulatory Risk	Risk of not adhering to the letter and spirit of laws and regulations leading to finesor other penal action
Reputation Risk	Risk arising from negative perception about the organization on the part ofstakeholders
Technology Risk	Risk of loss due to technology failures such as information security incidents orservice outrages
Physical & Infra Risk	Risk of loss and people safety due to disruption of basic services/infra due to naturalor manmade events
People Risk	Risk of not having the right people with the right skills/competencies at the righttime to achieve business goals

A number of new initiatives have been taken in these eleven risk areas. For regulatory risk, introduction of analytics to identify early warning signs has facilitated in effective implementation of pro-active mitigant measures along with compliance training programs to employees on policies and framework. For Operational & Process risk, all businesses have identified its critical as well as non-critical processes and thorough review of the standard operating procedures (SOPs) for all the critical processes.

Reputational risk has been factored in all business strategies and it is managed with effective crisis management approachand timely transparent response to all stakeholders. For Technology risk, significant progress has been made on IT security front to manage the risk emanating from the changing ecosystem.

The elaborate risk governance structure at Edelweiss includes Risk Committee of the Board of the listed company. In addition, key subsidiaries also have risk committee of their respective boards. At individual business level we have Investment Committees and Business Risk Groups to access, avoid, manage and mitigate various risks.

Our diversified businesses give us the opportunity to leverage parallel growth opportunities, while at the same time providing significant risk mitigation through reallocation of resources to address the prevailing economic environment. We have developed our business model over several years to reach a level of diversification where our profits are distributed across business segments thereby increasing the stability and sustainability in our operations.

Human Resources

Employee inclusion and diversity are an important element at the heart of Edelweiss. As at March 31, 2026, approximately 26% of our employees are women out of a total of 6,202 employees.

We reinforce tenets that enable employees with different backgrounds, gender, ways to thinking, style of operating to work effectively together and holistically play to their strengths. A significant component of our value-based culture is commitment to acknowledge and appreciate the efforts of employees through extensive recognition programs.

We believe our human capital is one of our most important strengths and a key driver of growth, efficiency and productivity. We invest in developing our talent and leadership through various initiatives aimed at strengthening the ability of our managers to bring together people, strategies, and execution to drive business results. We also have a leadership programme with the objective of multiplying leadership capability, developing internal leaders and ensuring seamless execution of our future growth. As at March 31, 2026, approximately 1.37 % of our employees are in our centralised three-tiered leadership pool, comprising of management committee members, senior leaders and business leaders, each of whom undergo a structured engagement, communication and development programme during their membership period in the leadership pool.

Corporate social responsibility

We believe that corporate social responsibility program ("**CSR**") is an important foundation of our business reputation. Our CSR is carried out through our philanthropic arm, the EdelGive Foundation ("**EdelGive**"). EdelGive's mission is to leverage our resources with a view to empower social entrepreneurs and organisations towards achieving systemic change. EdelGive seeks to build a strong, efficient and high impact social sector by being the bridge between the users and providers of philanthropic capital and knowledge, by catalysing the exchange of ideas, skills, talents and resources among civil society, philanthropists, businesses and government.

Through EdelGive, we financially support, and also review and manage, our portfolio of non-profits and social entrepreneurs. We also provide philanthropists with investment advice customised for the non-profit sector, as

well as analyses of outcomes of philanthropic investments and monitoring of individual programme milestones and broader social impact.

EdelGive follows a research-based approach while sourcing credible non-profits. Investment decisions are based on thorough due diligence of target beneficiary needs, aspects of sustainability and programme impact analysis. EdelGive's objective is to select the best grantees as well as focusing on organizations that are addressing the most urgent and overlooked problems. EdelGive also attempts to signal other funders by taking the additional step of educating and attracting donors, especially those lacking expertise in the area, thus effectively improving or magnifying the return on a larger pool of philanthropic resources. EdelGive also endeavours to improve the performance of grant recipients by moving from the role of capital provider to fully engaged partner, thereby improving the grantee's effectiveness as an organization.

EdelGive's programme areas include social and economic empowerment of women (freedom from violence, access to legal justice, grassroots leadership, access to rights and entitlements and freedom from economic dependence), access to quality education (early childhood education, school transformation, and innovation and experimentation), and building resilient livelihoods (water for livelihood, skill and institution building, employability skill building and financial inclusion - programmes that focus on the delivery of financial services at affordable costs to sections of disadvantaged and low-income segments of society).

Outsourcing

We enter into outsourcing arrangements for non-essential functions with third party vendors for a number of our businesses and services required by us. These vendors provide services, which include, among others, software services, client sourcing, and call centre services. We conduct due diligence before finalising such outsourcing arrangements. We adhere to outsourcing guidelines prescribed by various regulators.

Edelweiss Life Insurance Company Limited complies with the IRDAI (Outsourcing of Activities by Indian Insurers) Regulations, 2017 published on May 5, 2017 and does not outsource any of the activities that are prohibited from being outsourced thereunder, including: fund management NAV calculations; compliance with AML and KYC; product design; actuarial functions; risk management; decision-making on underwriting and claims; policyholders grievances redressal; decision to appoint insurance agents; and approval of advertisements.

Insurance Coverage

We maintain a number of insurance policies to cover the different risks involved in the operation of our business. We maintain a directors' and officers' liability policy to cover certain liabilities that may be imposed on our Directors and officers. We believe that our insurance coverage is appropriate and adequate for our operations. We have insurance policies covering, among others, electronic equipment, burglary, standard fire and special peril and machinery breakdown, and comprehensive general liability insurance.

Competition

Our competitors include established Indian and foreign commercial banks, NBFCs, HFCs, small finance banks, microfinance companies and the private unorganised and informal financiers, as well as insurance companies and advisory businesses, who principally operate in the local market. In particular, many of our competitors may have operational advantages in terms of access to cost-effective sources of funding and in implementing new technologies and rationalising related operational costs.

Property

The Issuer registered office is located at Edelweiss House, Off. C.S.T. Road, Kalina, Mumbai, 400 098. As at March 31, 2026, we had 299 offices (including 296 domestic offices and 3 international offices) in 143 cities (including 141 domestic and 2 international cities). All office premises of the Issuer are held on a rental / lease basis. Further, as on the date of this Draft Prospectus, the Issuer does not have any branch offices.

HISTORY AND MAIN OBJECTS

Corporate Profile

The Issuer was incorporated in Mumbai as 'Edelweiss Capital Limited' on November 21, 1995 under the Companies Act, 1956 pursuant to a certificate of incorporation issued by the RoC. Thereafter, the Issuer was issued a certificate of commencement of business by the RoC, on January 16, 1996. Subsequently, the name of the Issuer was changed to 'Edelweiss Financial Services Limited' pursuant to a fresh certificate of incorporation issued by the RoC on August 1, 2011. The registered and corporate office of the Issuer is situated at Edelweiss House, Off C.S.T. Road, Kalina, Mumbai - 400 098, Maharashtra, India and our CIN is L99999MH1995PLC094641. For details of the business of the Issuer, see "*Our Business*" beginning on page 149.

Change in registered office of the Issuer

Pursuant to a resolution of our Board on September 18, 2000, the registered office of the Issuer was shifted from 413, Dalamal Towers, Nariman Point, Mumbai – 400 021, Maharashtra to 1st Floor, Shalaka Sangh Cooperative Housing Society, 9 Maharishi Karve Road, Cooperage Queen Barrack Area, Mumbai – 400 021, Maharashtra.

Thereafter, pursuant to a resolution of our Board dated July 2, 2004, our registered office shifted from 1st Floor, Shalaka Sangh Cooperative Housing Society, 9 Maharishi Karve Road, Cooperage Queen Barrack Area, Mumbai 400 021, Maharashtra to 14th Floor, Express Towers, Nariman Point, Mumbai 400 021, Maharashtra.

Further, pursuant to a resolution of our Board dated March 9, 2011, the registered office of the Issuer again shifted from 14th Floor, Express Towers, Nariman Point, Mumbai 400021, Maharashtra to Edelweiss House, Off. C.S.T Road, Kalina, Mumbai – 400 098, Maharashtra with effect from April 15, 2011.

Main objects of the Issuer

The main objects of the Issuer as contained in its Memorandum of Association are:

1. *To carry on the business as securities brokers, share and stock brokers, finance and investment brokers, sub-brokers, underwriters, sub-underwriters and consultants for and to purchase, acquire, hold, sell, buy, invest, trade, exchange, deal, barter, borrow, lend, guarantee, give, comfort for pledge, hypothecate, charge and deal in investment instruments of all kinds .and types whether securities or not including shares, stocks, debentures, bonds, cumulative convertible preference shares, certificates of deposits, commercial papers, participation certificates, other securities by original subscription, coupons, warrants, options and such other derivatives, units of Unit Trust of India and other mutual funds or any other securities issued by the companies, governments, corporations, co-operatives, firms, trusts, societies, authorities whether situated in India or abroad and to carry on financial operations of all kinds including credit rating, money changers, OTC dealers, stock exchange members, bought out deals, placement of shares, hedging. Also, to carry on the business of portfolio management services.*

2. *To carry on the business of an investment company and to invest the capital and other moneys of the Issuer in the purchase or upon the security of shares, stocks, units, debentures, debenture stocks, bonds, mortgages, obligations and securities of any kind issued by any company including securities issued by asset reconstruction companies or securitisation companies and other companies in any manner or guaranteed by any company, corporation or undertaking of whatever nature whether incorporated or otherwise, and wheresoever constituted or carrying on business and to buy, sell or otherwise deal in shares, stocks, debenture-stocks, bonds, notes, mortgages, obligation and other securities issued or guaranteed by any*

government, sovereign, ruler, commissioners, trusts, municipal, local or other authority or body whatsoever nature in India or abroad and alsoto carry on the business of investment and research advisory services.

3. *To act as money changers, brokers, buyers and sellers of all foreign currencies, to take positions and to trade on themovements of foreign currencies on behalf of customers or otherwise, to hold operate and transact in foreign currencies by maintaining foreign currency bank accounts or otherwise, and to issue or act as agents for traveller'scheques, credit cards and all instruments in any currency, subject to all rules, regulations and approvals as may benecessary.*

4. *To carry on the business of management consultants, merchant bankers and advisors on all aspects of corporate financial and commercial matters.*

5. *To undertake and carry on the business and activities as an asset management company and/or to sponsor the setup of a mutual fund, asset management company and trustee company.*

6. *To carry on the business as a Non-Banking Financial Company, holding company, investment company, to undertake banking business/set up a banking company through a non-operating financial holding company or in such other manner, as may be prescribed by the Reserve Bank of India, from time to time.*

Details of any acquisition of or amalgamation with any entity in the last one year

The Issuer has not made any acquisition or amalgamation in the last one year prior to filing of this Draft Prospectus.

Key Material Agreements and Material Contracts

A. ***Share Purchase Agreement and Shareholders Agreement dated August 22, 2025, between the Issuer, Edel Finance Company Limited, Edelweiss Securities and Investment Private Limited (collectively "Seller Entities"), Setu AIF Trust, Konark Trust, MMPL Trust (collectively WestBridge Capital) and Edelweiss Asset Management Limited ("EAML"):***

Share Purchase Agreement: WestBridge Capital entered into a share purchase agreement dated August 22, 2025 ("**SPA"**) with EAML and the Seller Entities in relation to the sale of 7,221,630 (seven million two hundred and twenty one thousand and six hundred and thirty) equity shares comprising 10% (ten per cent) and 3,610,815 (Three million six hundred and ten thousand and eight hundred and fifteen) equity shares comprising 5% (five percent) of the issued and paid up equity share capital of EAML held by the Seller Entities to WestBridge Capital. The aforesaid equity shares shall be sold to WestBridge Capital, subject to the terms and conditions contained in the SPA.

The regulatory approvals have been received and upon fulfilment of other customary conditions precedent the Seller Entities shall, simultaneously on receiving the consideration on the completion date, sell, transfer and deliver the aforesaid equity shares to WestBridge Capital. The SPA contains the customary provisions relating to the condition precedent, obligations, completion, warranties, limitation on liability, indemnity, confidentiality, assignment, further assurance, severance and validity, and specific performance.

Shareholders Agreement - WestBridge Capital entered into the Shareholders Agreement dated August 22, 2025, with the Seller Entities and EAML ("**SHA"**). In accordance with the SHA, the parties have agreed on certain rights including the right, which will be effective on completion as specified in the SPA and the SHA of WestBridge Capital to nominate and appoint one director on the Board of Directors of EAML, decisions on certain matters of EAML, exit matters and amendment of charter documents.

B. ***Share Purchase Agreement and Shareholders Agreement dated August 22, 2025, between the Issuer, Edel Finance Company Limited, Edelweiss Securities and Investment Private Limited (collectively "ETCL Seller Entities"), Setu AIF Trust, Konark Trust, MMPL Trust (collectively WestBridge Capital) and Edelweiss Trustee Company Limited ("ETCL")*:**

Share Purchase Agreement: Simultaneously with the execution of the SPA between the ETCL Seller Entities, WestBridge Capital, and ETCL ("**ETCL SPA**"), the Seller Entities, WestBridge Capital and EAML have entered into a share purchase agreement dated August 22, 2025 ("**ETCL SPA**") in relation to the sale of 10,000 (ten thousand) equity shares comprising 10% (ten per cent) and 5000 (five thousand) equity shares comprising 5% (five percent) of the issued and paid up equity share capital of ETCL held by the Seller Entities to WestBridge Capital . The aforesaid equity shares shall be sold to WestBridge Capital, subject to the terms and conditions contained in the ETCL SPA.

The regulatory approvals have been received and upon fulfilment of other customary conditions precedent, the Seller Entities shall simultaneously on receiving the consideration on the completion date, sell, transfer and deliver the aforesaid equity shares of ETCL to WestBridge Capital. The ETCL SPA contains the customary provisions relating to the condition precedent, obligations, completion, warranties, limitation on liability, indemnity, confidentiality, assignment, further assurance, severance and validity, and specific performance.

Shareholders Agreement – The Seller Entities, WestBridge Capital and ETCL have also entered into the Shareholders Agreement dated August 22, 2025 ("**ETCL SHA"**). In accordance with the ETCL SHA, the parties have agreed on certain rights which will be effective on completion as specified in the ETCL SPA and ETCL SHA, including the right of WestBridge Capital to nominate and appoint one director on the Board of Directors of ETCL, decisions on certain matters of ETCL, exit matters and amendment of charter documents.

C. ***Investment agreement dated February 10, 2026 between the Issuer, Edelweiss Rural & Corporate Services Limited, Edel Finance Company Limited (collectively referred to as the "Sellers"), Nido Home Finance Limited ("Nido") and CA Sardo Investments ("CA Sardo")*:**

CA Sardo (*an entity managed by the affiliates of The Carlyle Group Inc.) ("**Investor**"*) entered into an investment agreement dated February 10, 2026 ("***Investment Agreement**") with the Sellers and Nido whereby the Investor proposes to acquire 72.18% (seventy two decimal one eight percent) of the equity shares (on a fully diluted basis) of Nido by the following inter-connected steps: (i) purchase of 30,984,834 (thirty million nine hundred and eighty four thousand eight hundred and thirty four) equity shares of Nido from the Sellers, representing 20.68% (twenty decimal six eight percent) of the equity share capital of Nido on a fully diluted basis; (ii) subscription to 25,721,891 (twenty five million seven hundred twenty one thousand eight hundred ninety one) equity shares of Nido; and (iii) subscription to 51,443,782 (fifty one million four hundred forty three thousand seven hundred eighty two) share warrants of Nido (*to be exercised within 18 months from the closing date*), each convertible into one equity share upon exercise. The aforesaid purchase and subscriptions shall be subject to the terms and conditions set out in the Investment Agreement.

The investment and purchase will be subject to receipt of regulatory approvals and upon fulfilment of other customary conditions precedent, the Sellers and Nido respectively shall, simultaneously, on receipt of the consideration on the closing date, transfer and issue the aforesaid equity shares and share warrants of Nido to the Investor. The Investment Agreement contains customary provisions relating to conditions precedent,

representations and warranties, indemnity, limitation of liability, confidentiality, assignment, specific performance, further assurances, severance and validity.

D. ***Co-investor investment agreement dated February 10, 2026 between the Issuer, Edelweiss Rural & Corporate Services Limited, Edel Finance Company Limited (collectively referred to as the "Sellers"), Nido Home Finance Limited ("Nido") and Salisbury Investments Private Limited ("Salisbury")***

Salisbury (a private financial co-investment vehicle of Mr. Aditya Puri and family) (the "**Co-Investor**") has entered into a co-investor investment agreement dated February 10, 2026 (the "**Co-Investor Agreement**") with the Sellers and Nido, pursuant to which the Co-Investor proposes to acquire approximately 0.52% (zero decimal five two percent) post-closing shareholding of Nido on a fully diluted basis, simultaneously with the Investor acquiring the above-mentioned stake, through the following inter-connected steps: (i) purchase of 222,666 (two hundred and twenty two thousand six hundred and sixty six) equity shares from the Sellers; (ii) subscription to 184,845 (one hundred and eighty four thousand eight hundred and forty five) equity shares of Nido; and (iii) subscription to 369,690 (three hundred and sixty nine thousand six hundred and ninety) share warrants of Nido (*to be exercised within eighteen months from the closing date*), each convertible into one equity share upon exercise. The aforesaid purchase and subscriptions shall be subject to the terms and conditions set out in the Co-Investor Agreement. The closing of the inter-connected steps under the Co-Investor Agreement and the Investment Agreement shall occur simultaneously. The terms and conditions of the Investment Agreement are mirrored in the Co-Investor Agreement, to the extent applicable.

The investment and purchase by the Co-Investor are subject to receipt of applicable regulatory approvals and fulfilment of customary conditions precedent. Upon satisfaction of such conditions, the Sellers and Nido shall, simultaneously on receipt of the consideration on the closing date, transfer and issue the aforesaid equity shares and share warrants of Nido to the Co-Investor. The Co-Investor Agreement contains customary provisions relating to conditions precedent, representations and warranties, indemnity, limitation of liability, confidentiality, assignment, specific performance, further assurances, severability and validity.

E. ***Shareholders agreement dated February 10, 2026, among CA Sardo, Nido Home Finance Limited, Edelweiss Rural &Corporate Services Limited, the Edelweiss Financial Services Limited, Edel Finance Company Limited, and Salisbury.***

CA Sardo and Salisbury have entered into the shareholders agreement dated February 10, 2026 (***"SHA"****)* with the Sellers and Nido. The SHA sets out the rights and obligations of the shareholders of Nido following the closing of the transaction contemplated under the Investment Agreement, including provisions relating to the conduct of board meetings and shareholder meetings, pre-emptive rights, IPO-related matters, exit rights and other customary governance arrangements. In accordance with the SHA, the parties have agreed to certain minority protection rights in favour of the Sellers, which shall become effective upon closing as specified in the Investment Agreement and the Co-Investor Agreement, including the right to nominate and appoint two directors to the board of directors of Nido, representation on board committees, participation in decisions on certain reserved matters of Nido, exit rights and amendment of the charter documents.

Pursuant to the agreement between the parties and subject to applicable laws, the Sellers may also receive an additional payment based upon returns realized by the Investor from its investment in Nido.

F. ***Agreement dated February 10, 2026 between CA Sardo Investments ("Investor") and Edelweiss Rural & Corporate Services Limited, Edel Finance Company Limited and Edelweiss Financial Services Limited (collectively "Existing Shareholders"):***

The Investor has agreed, subject to the terms of this Agreement, that upon the exit of the Investor from Nido Home Finance Limited ("**Nido**") and subject to achieving a minimum MOIC and more than the specified

threshold IRR, the Investor shall, subject to Applicable Law, pay the amounts as agreed under the Agreement to the Existing Shareholders. In case the payment is to be made immediately after the occurrence of the IPO of the Company, then the same remains subject to approval of the relevant shareholders by a shareholders' resolution of the Company.

As on March 31, 2026, the Issuer has the following subsidiaries, associates, joint ventures and jointly controlled entities:

Subsidiary Companies

1. ECap Securities & Investments Limited
2. Edelweiss Investment Adviser Limited
3. ECap Equities Limited
4. Edel Finance Company Limited
5. Edelweiss Rural & Corporate Services Limited
6. EdelGive Foundation
7. ECL Finance Limited
8. Nido Home Finance Limited
9. Edelweiss Asset Reconstruction Company Limited
10. EAAA India Alternatives Limited
11. Edge Advisory and Management Services Private Limited
12. Edel Investments Limited
13. Edelcap Securities Limited
14. Nuvama Custodial Services Limited
15. Comtrade Commodities Services Limited
16. Edelweiss Securities and Investments Private Limited
17. EAAA Real Assets Managers Limited
18. Sekura India Management Limited
19. Edelweiss Life Insurance Company Limited
20. Zuno General Insurance Limited
21. EAAA Pte. Limited
22. Edelweiss International (Singapore) Pte. Limited
23. Edelweiss Global Wealth Management Limited
24. EAAA Transinfra Managers Limited

Associates / Joint Ventures / Jointly Controlled Entities

1. Edelweiss Asset Management Limited
2. Edelweiss Trusteeship Company Limited

Enterprises over which control is exercised by the Company

As on March 31, 2026, the Issuer exercises control on the following enterprises:

Trusts

1 EARC TRUST SC - 130	43 EARC TRUST SC - 410	85 EARC TRUST SC - 493
2 EARC SAF-2 TRUST	44 EARC TRUST SC - 428	86 EARC TRUST SC - 455
3 EARC TRUST SC - 238	45 EARC TRUST SC - 412	87 EARC TRUST SC - 497
4 EARC TRUST SC - 334	46 EARC TRUST SC - 415	88 EARC TRUST SC - 498
5 EARC TRUST SC - 344	47 EARC TRUST SC - 417	89 EARC TRUST SC - 499
6 EARC TRUST SC - 347	48 EARC TRUST SC - 434	90 EARC TRUST SC - 500
7 EARC TRUST SC - 352	49 EARC TRUST SC - 444	91 EARC TRUST SC - 501
8 EARC TRUST SC - 370	50 EARC TRUST SC - 462	92 EARC TRUST SC - 471
9 EARC TRUST SC - 6	51 EARC TRUST SC - 418	93 EARC TRUST SC - 472
10 EARC TRUST SC - 9	52 EARC TRUST SC - 421	94 EARC TRUST SC - 473
11 EARC TRUST SC - 102	53 EARC TRUST SC - 422	95 EARC TRUST SC - 474
12 EARC TRUST SC - 112	54 EARC TRUST SC - 423	96 EARC TRUST SC - 502
13 EARC TRUST SC - 229	55 EARC TRUST SC - 424	97 EARC TRUST SC - 503
14 EARC TRUST SC - 245	56 EARC TRUST SC - 447	98 EARC TRUST SC - 504
15 EARC TRUST SC - 251	57 EARC TRUST SC - 452	99 EARC TRUST SC - 506
16 EARC TRUST SC - 308	58 EARC TRUST SC - 453	100 EARC TRUST SC - 507
17 EARC TRUST SC - 314	59 EARC TRUST SC - 433	101 EARC TRUST SC - 508
18 EARC TRUST SC - 329	60 EARC TRUST SC - 445	102 EARC TRUST SC - 509
19 EARC TRUST SC - 331	61 EARC TRUST SC - 425	103 EARC TRUST SC - 475
20 EARC TRUST SC - 386	62 EARC TRUST SC - 451	104 EARC TRUST SC - 322
21 EARC TRUST SC - 348	63 EARC TRUST SC - 448	105 EARC TRUST SC - 327
22 EARC TRUST SC - 381	64 EARC TRUST SC - 449	106 EARC TRUST SC - 505
23 EARC TRUST SC - 383	65 EARC TRUST SC - 459	107 EARC TRUST SC - 510
24 EARC TRUST SC - 385	66 EARC TRUST SC - 443	108 EARC TRUST SC – 511 (up to 30 September 2025)
25 EARC TRUST SC - 391	67 EARC TRUST SC - 477	

26 EARC TRUST SC - 372	68 EARC TRUST SC - 481	
27 EARC TRUST SC - 373	69 EARC TRUST SC - 482	110 EARC TRUST SC - 361
28 EARC TRUST SC - 374	70 EARC TRUST SC - 483	111 EARC TRUST SC – 263 (up to 31 December 2025)
29 EARC TRUST SC - 392	71 EARC TRUST SC - 484	
30 EARC TRUST SC - 393	72 EARC TRUST SC - 384	112 EARC TRUST SC - 430
31 EARC TRUST SC - 380	73 EARC TRUST SC - 325	113 EARC TRUST SC - 405
32 EARC TRUST SC - 387	74 EARC TRUST SC - 394	114 EARC TRUST SC - 436
33 EARC TRUST SC - 375	75 EARC TRUST SC - 397	115 EARC TRUST SC - 442
34 EARC TRUST SC - 401	76 EARC TRUST SC - 486	116 EARC TRUST SC - 298
35 EARC TRUST SC - 413	77 EARC TRUST SC - 492	117 EARC TRUST SC - 464
36 EARC TRUST SC - 416	78 EARC TRUST SC - 489	
37 EARC TRUST SC - 402	79 EARC TRUST SC - 456	
38 EARC TRUST SC - 376	80 EARC TRUST SC - 457	
39 EARC TRUST SC - 406	81 EARC TRUST SC - 468	
40 EARC TRUST SC - 377	82 EARC TRUST SC - 494	
41 EARC TRUST SC - 378	83 EARC TRUST SC - 469	
42 EARC TRUST SC - 396	84 EARC TRUST SC - 470	

LLPs

As on March 31, 2026, the Issuer has the following LLPs:

1. Edelweiss Multi Strategy Fund Advisors LLP

Alternative Investment Funds

As on March 31, 2026, the Issuer has the following Alternative Investment Funds:

1. Edelweiss Private Equity Tech Fund
2. Edelweiss Value and Growth Fund

OUR MANAGEMENT

Board of Directors

The general superintendence, direction and management of our affairs and business are vested in our Board of Directors. The Articles of Association sets out that the number of Directors in the Issuer shall be not less than 3 (three) and not more than 15 (fifteen).

As of the date of this Draft Prospectus, we have 7 (seven) Directors on the Board, out of which 1 (one) Director is Managing Director, 2 (two) Directors are Non-Executive Non-Independent Director, and 4 (four) Directors are Non-Executive Independent Directors. The Issuer has 2 (two) women Directors including 1 (one) woman Independent Director on the Board.

***Details of Board of Directors as on the date of this Draft Prospectus*:**

Name, Designation, DIN, Nationality, and Occupation	Age (in years)	Address	Director Since	Other directorships
Rashesh Chandrakant Shah Designation: Chairman and Managing Director DIN: 00008322 Nationality: Indian Occupation: Service	62	223/B Kalpataru Horizon-B, S. K. Ahire Marg, Worli, Mumbai 400 018, Maharashtra, India	Date of appointment: November 21, 1995 Date of re-appointment: April 1, 2022	Indian Companies: • Edelweiss Asset Management Limited; • ECL Finance Limited; • Edelweiss Life Insurance Company Limited; • Mabella Trustee Services Private Limited; • Rashesh & Vidya Shah Family Foundation; • Zuno General Insurance Limited; and • EAAA India Alternatives Limited. Foreign Companies: Nil
Venkatchalam A Ramaswamy Designation: Vice-Chairman & Non-executive Director DIN: 00008509 Nationality: Indian Occupation: Service	59	Flat No 2101/2201, Mangrish Apartments, Kashinath Dhuru Road, Near Kirti College, Dadar West, Mumbai – 400028, Maharashtra, India.	Date of appointment : May 14, 2025	Indian Companies: Nil Foreign Companies: Nil

Name, Designation, DIN, Nationality, and Occupation	Age (in years)	Address	Director Since	Other directorships
Vidya Rashesh Shah Designation: Non-Executive Non-Independent Director DIN: 00274831 Nationality: Indian Occupation: Service	59	223, Kalpataru Horizon B, S K Ahire Marg, Worli, Mumbai 400 018, Maharashtra, India	Date of appointment: August 1, 2014	Indian Companies: • Edelgive Foundation; • Edelweiss Asset Reconstruction Company Limited; • Foundation for Reinventing Governance; • Kimyo Learning Private Limited; • Rashesh & Vidya Shah Family Foundation; • Foundation for Promotion of Sports and Games; • IIM Ahmedabad Endowment Management Foundation; • Edel Finance Company Limited; and • Vardhman Special Steels Limited. Foreign Companies: • Empower Families for Innovative Philanthropy.
Dr. Ashima Goyal Designation: Independent Director DIN:00233635 Nationality: Indian Occupation: Professional	69	A 301/302 Raheja Sherwood, Nirlon Compound, Behind Hub Mall, Off. Western Express Highway, Goregaon (East), Mumbai 400063, Maharashtra, India	Date of appointment: April 1, 2019 Date of re-appointment: April 1, 2022	Indian Companies: • Procter & Gamble Hygiene and Health Care Limited. • Edelweiss Asset Management Limited; and • Aseem Infrastructure Finance Limited Foreign Companies: Nil
Shiva Kumar Designation: Independent Director DIN: 06590343 Nationality: Indian Occupation: Professional	72	D 61, Westend Heights, DLF Phase 5, Gurugram 122009, Haryana, India	Date of Appointment: August 4, 2022	Indian Companies: • EAAA Real Assets Managers Limited; • ECL Finance Limited; and • Edelweiss Asset Reconstruction Company Limited. Foreign Companies: Nil
C. Balagopal Designation: Independent Director	73	4A, Darragh Residency, Pandit Karuppan Road,	Date of Appointment: August 2, 2024	Indian Companies: • Enter Technologies Private Limited;

Name, Designation, DIN, Nationality, and Occupation	Age (in years)	Address	Director Since	Other directorships
DIN: 00430938 Nationality: Indian Occupation: Professional		Thevara, Ernakulam – 682013, Kerala, India		• Trivandrum Centre for Performing Arts; • Accelerated Freeze Drying Co. Limited; • Edelweiss Life Insurance Company Limited; • Logical Steps Interactive Solutions Private Limited; • Kerala State Industrial Development Corpn Ltd; • Kerala Lifesciences Industries Parks Private Limited; and • EAAA India Alternatives Limited. <u>Foreign Companies:</u> Nil
Rajiv Jalota Designation: Independent Director DIN: 00152021 Nationality: Indian Occupation: Professional	61	Flat 1803, Central Tower, Piramal Mahalaxmi, G Babu Sakpal Rd, Dhobi Ghat, Shanti Nagar, Saat Rasta, Mahalaxmi, Mumbai -400011	Date of appointment: April 30, 2026	<u>Indian Companies:</u> • Dredging Corporation of India Limited • The Supreme Industries Limited • Maharashtra Industrial Township Limited • Tata Projects Limited • NCDEX e Markets Limited <u>Foreign Companies:</u> Nil

Brief profile of the Directors of the Issuer

Rashesh Chandrakant Shah

Rashesh Chandrakant Shah is the Chairman & Managing Director of the Company. Rashesh has more than 35 years of experience in financial services. He has served as the President of FICCI, India's apex industry association. Rashesh has also been a member of several government and regulatory committees including the Insolvency Law Committee on IBC.

An MBA from the Indian Institute of Management, Ahmedabad, Rashesh also holds a Diploma in International Trade from the Indian Institute of Foreign Trade, New Delhi.

Venkatchalam A Ramaswamy

Venkatchalam A Ramaswamy has more than three decades of experience in financial markets and has been a driving force in transforming what was once India's first new-age boutique investment bank into an independent financial services company.

An MBA from the University of Pittsburgh, USA, he also holds a bachelor's degree in electronics engineering.

Vidya Rashesh Shah

Vidya Rashesh Shah is Chairperson of EdelGive Foundation, the philanthropy arm set up by Edelweiss. With over three decades of rich experience, she has established EdelGive as a platform for strategic philanthropy. She also serves on the board of various prominent civil society organisations such as Agastya International Foundation, Janaagraha Centre for Citizenship and Democracy, Centre for Social Impact and Philanthropy at Ashoka University, Mann Deshi Foundation and the Indian School of Public Policy. She spent the first 11 years of her career in the field of investment banking with companies like ICICI, Peregrine, and NM Rothschild.

Vidya holds an MBA degree from the Indian Institute of Management, Ahmedabad.

Dr. Ashima Goyal

Dr. Ashima Goyal has rich and varied experience spanning over decades. She is Professor Emeritus at the Indira Gandhi Institute of Development Research, has served on several boards and policy committees including as a part-time member of Economic Advisory Council to the Prime Minister and was also a member of India's Monetary Policy Committee. She has been a visiting fellow at the Economic Growth Centre, Yale University, USA and a Fulbright Senior Research Fellow at Claremont Graduate University, USA.

She has an M. Phil., MA and BA in Economics from the University of Delhi and holds a PhD in Economics from University of Mumbai.

Shiva Kumar

Shiva Kumar has served at State Bank of Bikaner & Jaipur (now merged with the State Bank of India) as Managing Director. At State Bank of India, he was deputy managing director and held various other positions too. He was a representative of Associate Banks on the Managing Committee of Indian Banks' Association. In 2013, he received the 'Business Leadership Award', from the Institute of Public Enterprises.

He holds a Bachelor of Arts degree from Patna University and is an associate member of the Indian Institute of Bankers.

C. Balagopal

C. Balagopal is the former Chairman (independent) of the board of Federal Bank Ltd. He is also a trustee of Anaha Trust; member of the Governing Council of the Centre for Management Development, Trivandrum; member of the Advisory Board of Fourth Wave Foundation; member of the board of TIMed Medical Devices Incubator of SCTIMST.

He completed his BA and MA from Loyola College, Madras University, and joined the IAS in 1977 and worked in Manipur and Kerala. He resigned from IAS in 1983 to start own his venture.

Rajiv Jalota

Rajiv Jalota, a former IAS officer with over 35 years of service, has led transformational reforms across governance, infrastructure, maritime, industry, urban affairs, e-Governance, taxation and public finance. Recognized for change management, ease of doing business and strategic vision, Rajiv advanced transparency, efficiency and sustainability in large-scale social and economic development, PPPs, public procurement and contract management. He also serves as an Independent Director on the Board of various companies.

Relationship between Directors

Except Vidya Rashesh Shah and Rashesh Chandrakant Shah, who are spouses, none of the other Directors are related to each other.

Remuneration of Directors

The Nomination and Remuneration Committee determines and recommends to the Board the compensation/remuneration to Directors. The Board of Directors and the shareholders, as the case may be, approve the compensation/remuneration to be paid to the Directors. The tables and details below sets forth the details of the remuneration pertaining to the current year and the preceding three financial years which has been paid or was payable to the Directors by the Issuer.

Details of remuneration paid to the Executive Directors during the Fiscals 2026, 2025 and 2024:**

(₹ in million, unless otherwise stated)

Name of Director	Fiscal 2026	Fiscal 2025	Fiscal 2024
Rashesh Chandrakant Shah	10.00	89.28	110.03
Venkatchalam A Ramaswamy	-	93.26	67.15
Himanshu Kaji*	-	-	23.85

**Retired by rotation with effect from September 26, 2023*

Note: The above remuneration includes the bonus for the immediately preceding Fiscal and excludes the provision for gratuity

***Remuneration details in relation to the Executive Directors of the Issuer, for the current year beyond the period ended March 31, 2026 are not available.*

Our Directors do not receive any remuneration from our Subsidiaries and Associates except as mentioned below:

(₹ in million, unless otherwise stated)

Name of Director	Name of Subsidiary/ Associate	Fiscal 2026	Fiscal 2025	Fiscal 2024
Vidya Rashesh Shah	Edelweiss Rural & Corporate Services Limited	-	-	19.80
	Edel Finance Company Limited	2.26	43.04	16.72
Venkatchalam A Ramaswamy	Edelweiss Global Wealth Management Limited	-	-	40.00
	EAAA India Alternatives Limited	82.00	25.84	-
Ashok Kini*	Edelweiss Life Insurance Company Limited	-	0.30	1.00
Dr. Ashima Goyal	Edelweiss Asset Management Limited[$]	0.21	-	-
Shiva Kumar	EAAA Real Assets Managers Limited	0.92	0.60	0.63
	ECL Finance Limited	2.50	2.95	1.20
	Edelweiss Asset Reconstruction Company Limited	4.73	4.35	2.86
C. Balagopal**	Edelweiss Life Insurance Company Limited	0.90	0.60	-
	EAAA India Alternatives Limited	0.55	-	-
Biswamohan Mahapatra[#]	ECL Finance Limited	-	-	0.90
	Nido Home Finance Limited	-	-	1.00

[*] *Resigned as an Independent Director with effect from April 30, 2026*

** *Appointed as an Independent Director with effect from August 2, 2024.*
# *Ceased as Director with effect from September 26, 2023*
$ *Jointly controlled entity*

The terms of remuneration of the Managing Director is as below:

Rashesh Chandrakant Shah

The following table sets forth terms of remuneration to Rashesh Chandrakant Shah, Chairman & Managing Director, re-appointed with effect from April 1, 2022, for a period of five years, as approved by the shareholders of the Issuer at their annual general meeting held on September 3, 2021:

Particulars	Remuneration (₹ per annum)
Salary	Not exceeding ₹ 30 million
Bonus	Not exceeding ₹ 60 million
Perquisites	Not exceeding ₹ 30 million

Remuneration of Non-Executive Independent Directors:

The Non-Executive Independent Directors are paid remuneration by way of sitting fees, commission and other expenses(travelling, boarding and lodging incurred for attending the Board/Committee meetings). The Non-Executive Non- Independent Directors are not paid any sitting fees.

The Issuer pays ₹ 75,000 per meeting to the Independent Directors for attending the meetings of the Board and the Committees thereof. Apart from above, the Non-Executive Directors are eligible for commission. The commission payable to the Non-Executive Directors of the Issuer is as decided by the Board of the Issuer from time to time.

The following table sets forth all compensation accounted by the Issuer (on a standalone basis) to the Non-Executive Directors for the Fiscals 2026, 2025 and 2024:

(₹ in million, unless otherwise stated)

Name of Director	Fiscal 2026		Fiscal 2025		Fiscal 2024	
	Commission$	Sitting Fees	Commission$	Sitting Fees	Commission$	Sitting Fees
Ashok Kini^	3.60	0.98	3.50	1.28	2.50	1.28
Ashima Goyal	3.60	0.68	3.50	0.75	2.50	0.83
Vidya Rashesh Shah	-	-	3.50	-	2.50	-
Shiva Kumar	3.60	1.28	3.50	1.65	2.50	1.35
C. Balagopal^^	3.60	0.38	-	0.23	-	-
Biswamohan Mahapatra*	-	-	1.75	-	2.50	0.53

$ *Commission pertains to the immediately preceding Fiscal*
* *Ceased as Director with effect from September 26, 2023*
^^ *Appointed as an Independent Director with effect from August 2, 2024.*
^ *Resigned as an Independent Director with effect from April 30, 2026.*

Other understandings and confirmations

None of the Director of the Issuer is a director or is otherwise associated in any manner with any company that appears in the list of the vanishing companies as maintained by the Ministry of Corporate Affairs, wilful defaulter

list maintained by the RBI or Export Credit Guarantee Corporation of India Limited or any other regulatory or governmental authority.

None of our Directors is, or was, a director of any listed company, which has been or was delisted from any recognised stock exchange, during the term of his/her directorship in such company. None of our Directors have committed any violation of securities laws in the past and no such proceedings are pending against any of our Directors. None of our Directors have been categorised as a wilful defaulter by the

RBI, ECGC, any government/regulatory authority and/or by any bank or financial institution.

Our Company is not in default of payment of interest or repayment of principal amount in respect of debt securities issued to the public, for a period of more than six months.

Borrowing Powers of the Board:

Pursuant to resolution passed by the shareholders of the Issuer on September 10, 2014 through a postal ballot and in accordance with provisions of 180(1)(c) and all other applicable provisions of the Companies Act and the Articles of Association, the Board has been authorised to borrow sums of money as they may deem necessary for the purpose of the business of the Issuer, which together with the monies already borrowed by the Issuer (apart from temporary loans obtained from the Issuer's bankers in the ordinary course of business), may exceed at any time, the aggregate of the paid-up capital of the Issuer and its free reserves (that is to say, reserves, not set apart for any specific purposes) by a sum not exceeding ₹ 100,000 million.

Interest of the Directors, Promoters, Key Managerial Personnel or Senior Management:

Except Rashesh Chandrakant Shah, Venkatchalam A Ramaswamy, Vidya Rashesh Shah and Aparna T.C. (Aparna T.C. is not a Director of the Issuer), no other Directors, or any Promoter, Key Managerial Personnel or senior management of the Issuer are interested in the promotion of the Issuer.

All the Directors of the Issuer, including our Independent Directors, may be deemed to be interested to the extent of fees, if any, payable to them for attending meetings of the Board or a Committee(s) thereof as well as to the extent of other remuneration and reimbursement of expenses payable to them. All the non-executive Independent Directors of the Issuer are entitled to sitting fees for attending every meeting of the Board or a Committee(s) thereof and are also eligible for commission. The Managing Director and the other Key Managerial Personnel of the Issuer are interested to the extent of remuneration paid to them. The Chief Financial Officer and Company Secretary of the Issuer are also interested to the extent of ESOPs/SARs, remuneration, dividend, reimbursement if any, granted to them.

All the Directors and Key Managerial Personnel of the Issuer, including Independent Directors, may also be deemed to be interested to the extent of Equity Shares, if any, held by them or by companies, firms and trusts in which they are interested as directors, partners, members or trustees and also to the extent of any dividend payable to them and other distributions in respect of the said Equity Shares.

All our Directors and Key Managerial Personnel may be deemed to be interested in the contracts, agreements/arrangements entered into or to be entered into by the Issuer with any company in which they hold directorships or any partnership firm in which they are partners, as declared in their respective declarations. Except as otherwise stated in this Draft Prospectus and statutory registers maintained by the Issuer in this regard, the Issuer has not entered into any contract, agreements or arrangements during the preceding two years from the date of this Draft Prospectus in which the Directors are interested directly or indirectly and no payments have been made to them in respect of these contracts, agreements or arrangements which are proposed to be made with them.

As of the date of this Draft Prospectus, our Directors have not taken any loan from the Issuer. Except as disclosed in the section titled "*Related Party Transaction*" on page 201, none of our Directors may be deemed to be interested to the extent of consideration received/paid or any loans or advances provided to anybody corporate, including companies, firms, and trusts, in which they are interested as directors, members, partners or trustees.

None of our Directors are interested in their capacity as a member of any firm or company and no sums have been paid or are proposed to be paid to any Director or to such firm of company in which he is interested, by any person, in cash orshares or otherwise, either to induce them to become, or to help them qualify as a director, or otherwise for services rendered by him or by such firm or company, in connection with the promotion or formation of the Issuer.

No contribution has been made by the Directors as part of the Issue or separately. None of our Directors' relatives have been appointed to an office or place of profit of the Issuer, its Subsidiary or associate company.

Further, Vidya Rashesh Shah, Non-Executive Non-Independent Director of the Issuer, who is the spouse of Rashesh Chandrakant Shah, is an Executive Director in Edel Finance Company Limited.

Except as disclosed hereinabove and the section titled *"Risk Factors"* on page 22, the Directors do not have an interest in any venture that is involved in any activities similar to those conducted by the Issuer, however, certain of our Directors, Promoters, Key Managerial Personnel and Subsidiaries may be associated with entities engaged in a business similar to or connected with the business carried on by the Issuer and may otherwise be interested in transactions involving such entities in their capacity as directors, shareholders, partners, members or promoters. Further, certain of the Promoters and Subsidiaries are engaged in a business similar to that of the Issuer. We shall adopt necessary procedures and practices as permitted by law to address any situations that may lead to conflict, as and when they may arise.

Except as stated in the sections titled "*Related Party Transactions*" on page 201 and to the extent of compensation and commission if any, and their shareholding in the Issuer, our Directors do not have any other interest in our business.

Our Directors have no interest in any immovable property acquired or proposed to be acquired by the Issuer in the preceding two years of filing this Draft Prospectus with the Stock Exchange nor do they have any interest in any transaction regarding the acquisition of land, construction of buildings and supply of machinery, etc. with respect to the Issuer.

No benefit/interest will accrue to our Promoters/Directors out of the objects of the issue.

Except as disclosed hereinabove and the section titled *"Risk Factors"* on page 22, the Promoters/ Directors/KMPs do not have an interest in any venture that is involved in any activities similar to those conducted by the Issuer.

Debenture holding of Directors:

As on March 31, 2026, none of the Directors of the Issuer hold any debentures issued by the Issuer.

Details of change in Directors of the Issuer during last three financial years and current financial year the date of this Draft Prospectus:

Name of Director, Designation and DIN	Date of Appointment/ Resignation	Director of the Issuer since (in case of resignation)	Remarks
Himanshu Kaji *Executive Director* *DIN: 00009438*	September 26, 2023	November 1, 2011	Retirement by rotation.
Biswamohan Mahapatra *Independent Director* *DIN: 06990345*	September 26, 2023	March 26, 2015	Ceased as an Independent Director on conclusion of the second term.
C. Balagopal *Independent Director* *DIN: 00430938*	August 2, 2024	-	Appointment
Venkatchalam A Ramaswamy *Executive Director* *DIN: 00008509*	May 14, 2025	February 20, 1996	Ceased as an Executive Director
Venkatchalam A Ramaswamy *Non-executive Director* *DIN: 00008509*	May 14, 2025	-	Appointed as Non-executive Director
Ashok Kini *Independent Director* *DIN: 00812946*	April 30, 2026	April 1, 2019	Resigned
Rajiv Jalota *Independent Director* *DIN: 00152021*	April 30, 2026	-	Appointment

Shareholding of Directors, including details of qualification shares held by Directors as on the date of this Draft Prospectus:

As per the Articles, our Directors are not required to hold any qualification shares in the Issuer.

Shareholding of our Directors in the Issuer is as follows:

As on the date of this Draft Prospectus, the shareholding of the Directors in the Issuer is as follows:

Sr. No.	Name of the Director, Designation and DIN	No. of Equity Shares of ₹ 1 each	Number of Stock Options/SAR's	% of total Equity Shares of our Company
1.	Rashesh Chandrakant Shah Chairman & Managing Director DIN: 00008322	15,66,95,595	-	16.55
2	Venkatchalam A Ramaswamy Vice Chairman & Non-executive Director DIN: 00008509	44,516,029	-	4.70
3	Vidya Rashesh Shah	35,297,357	-	3.73

Sr. No.	Name of the Director, Designation and DIN	No. of Equity Shares of ₹ 1 each	Number of Stock Options/SAR's	% of total Equity Shares of our Company
	Non-Executive Non-Independent Director DIN: 00274831			
4.	C. Balagopal Independent Director DIN: 00430938	80	-	-

Note: *As per the provisions of the Companies Act, 2013 and the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, none of the Directors of the Company have been granted stock options/SARs.*

Shareholding of Directors of the Issuer in the Issuer's Subsidiaries and Associates, including details of qualification shares held by Directors as on the date of this Draft Prospectus:

Except the shares held in our Subsidiaries, Associates and joint ventures as nominee of the Issuer, our Directors do not hold any equity shares in our Subsidiaries, Associates and joint ventures, as on the date of this Draft Prospectus.

Key Managerial Personnel of the Issuer:

Provided below are the details of the Key Managerial Personnel of the Issuer, other than our Managing Director, as of the date of this Draft Prospectus.

Ananya Suneja - Chief Financial Officer

Ananya Suneja is an accomplished professional with over 26 years of experience in financial strategy, risk management, cost efficiency, finance transformation, financial planning & reporting across various segments like banking, financial services and manufacturing. In her previous stints, she has worked with various global firms like Deutsche Bank, GE and JP Morgan Chase. Ms. Suneja is associated with Edelweiss since 2018.

Tarun Khurana – Company Secretary

Tarun Khurana is the Company Secretary of the Issuer. Tarun Khurana is a Company Secretary and has been associated with the Edelweiss Group for more than 16 years and worked at various levels in the Edelweiss Group.

As on the date of this Draft Prospectus, all of the Key Managerial Personnel of the Issuer are the permanent employees of the Issuer.

Corporate Governance

We are in compliance with the requirements in relation to the composition of the Board of Directors and constitution of Committees such as Audit Committee, Nomination and Remuneration Committee, Corporate Social Responsibility Committee, Stakeholders' Relationship Committee and Risk Committee as mandated under the Companies Act, 2013 and the SEBI Listing Regulations.

Details of various committees of the Board:

*A. **Audit Committee***

The Audit Committee was last re-constituted vide a resolution passed by the Board on April 30, 2026. As on the date of this Draft Prospectus, the Audit Committee comprises of:

Name	Designation	Nature of directorship
Shiva Kumar	Chairman	Independent Director
Dr. Ashima Goyal	Member	Independent Director
C. Balagopal	Member	Independent Director

The scope of the Audit Committee includes the references made under Regulation 18 read with part C of Schedule II of SEBI Listing Regulations as well as Section 177 and other applicable provisions of the Companies Act, 2013 besides the other terms that may be referred by the Board of Directors. The broad terms of reference of the Audit Committee are:

1. Oversight of the Issuer's financial reporting process and the disclosure of its financial information to ensure that the financial statement is correct, sufficient and credible;

2. Recommendation for appointment, remuneration and terms of appointment of auditors of the Issuer;

3. Approval of payment to the statutory auditor for any other service rendered by the statutory auditor;

4. Reviewing, with the management, the annual financial statements and auditor's report thereon before submission to the Board for approval with particular reference to:

   (a) matters required to be included in the Director's responsibility statement to be included in the Board's report in terms of clause (c) of sub section3 of the section 134 of the Companies Act, 2013;

   (b) changes if any, in the accounting policies and practices and reasons for the same;

   (c) major accounting entries involving estimates based on the exercise of judgement by management;

   (d) significant adjustments made in the financial statements arising out of audit findings;

   (e) compliance with the listing and other legal requirements relating to financial statements;

   (f) disclosure of any Related Party Transactions; and

   (g) qualifications in the draft audit report.

5. Reviewing, with the management, the quarterly financial statements before submission to the Board for approval;

6. Reviewing, with the management, the statement of uses/ application of funds raised through an issue (public issue, rights issue, preferential issue, private placement, etc.), the statement of funds utilized for purposes other than those stated in the offer document/ prospectus/ notice and the report submitted by the monitoring agency monitoring the utilisation of proceeds of a public issue, private placement or rights issue, or preferential issue or qualified institutions placement and making appropriate recommendations to the Board to take up steps in this matter;

7. Reviewing and monitoring the auditor's independence and performance, and effectiveness of audit process;

8. Approval or any subsequent modification of transactions of the Issuer with related parties;

9. Scrutiny of inter-corporate loans and investments;

10. Evaluation of undertakings or assets of the listed entity, wherever it is necessary;

11. Evaluation of internal financial controls and risk management systems;

12. Reviewing the adequacy of internal audit function, if any, including the structure of the internal audit department, staffing and seniority of the official heading the department, reporting structure coverage and frequency of internal audit;

13. Discussion with internal auditors of any significant findings and follow up thereon;

14. Reviewing the findings of any internal investigations by the internal auditors into matters where there is suspected fraud or irregularity or a failure of internal control systems of a material nature and reporting the matter to the board;

15. Reviewing, with the management, performance of statutory auditor and internal auditors, adequacy of the internal control systems;

16. To look into the reasons for substantial defaults in the payment to the depositors, debenture holders, shareholders (in case of non-payment of declared dividends) and creditors;

17. Discussion with internal auditors of any significant findings and follow up thereon;

18. Discussion with statutory auditor before the audit commences, about the nature and scope of audit as well as post- audit discussion to ascertain any area of concern;

19. To review the functioning of the whistle blower mechanism;

20. Approval of appointment of chief financial officer after assessing the qualifications, experience and background, etc. of the candidate;

21. Reviewing the utilization of future and existing loans and/ or advances from/investment by the Issuer in the subsidiary exceeding rupees 1 billion or 10% of the asset size of the subsidiary, whichever is lower;

22. Consider and comment on rationale, cost-benefits and impact of schemes involving merger, demerger, amalgamation etc., on the listed entity and its shareholders;

23. Reviewing the management discussion and analysis of financial condition and results of operations;

24. Review of management letters / letters of internal control weaknesses issued by the statutory auditors;

25. Review of internal audit reports relating to internal control weaknesses;

26. Review of the appointment, removal and terms of remuneration of the chief internal auditor.

27. Review of statement of deviations:

(a) quarterly statement of deviation(s) including report of monitoring agency, if applicable, submitted to stock exchange(s) in terms of SEBI Listing Regulations; and

(b) annual statement of funds utilized for purposes other than those stated in the offer document/prospectus/notice in terms of SEBI Listing Regulations;

28. Ensure that an information system audit of the internal systems and processes is conducted at least once in two years to assess operational risks faced by the Issuer;

29. Carrying out any other function as is mentioned in the terms of reference of the Audit Committee.

*B. **Nomination and Remuneration Committee***

The Nomination and Remuneration Committee was last re-constituted vide a resolution passed by the Board on April 30, 2026. As on the date of this Draft Prospectus, the Nomination and Remuneration Committee comprises of:

Name	Designation	Nature of directorship
Shiva Kumar	Member	Independent Director
Vidya Rashesh Shah	Member	Non-executive Director
C.Balagopal	Member	Independent Director

The scope of activities of the Nomination and Remuneration Committee is as set out in Regulation 19 of SEBI Listing Regulations and as amended read with Section 178 of the Companies Act, 2013. The terms of reference of the Nomination and Remuneration Committee are broadly as follows:

1. Identify the persons who can become Directors;

2. Formulating the criteria for determining the qualifications, positive attributes and independence of a Director and recommend to the Board of Directors a policy relating to, the remuneration of the Directors, Key Managerial Personnel and other employees;

3. For every appointment of an Independent Director, the Nomination and Remuneration Committee shall evaluate the balance of skills, knowledge and experience on the Board and on the basis of such evaluation, prepare a description of the role and capabilities required of an Independent Director. For the purpose of identifying suitable candidates, the Committee may:

   (a) use the services of an external agencies, if required;

   (b) consider candidates from a wide range of backgrounds, having due regard to diversity; and

   (c) consider the time commitments of the candidates;

4. Recommending to the Board, a policy relating to the remuneration for the Directors and Key Managerial Personnel, for the approval of the Board;

5. Recommend to the Board, all remuneration, in whatever form, payable to Senior Management;

6. Devising a policy on diversity of Board of Directors;

7. Formulating criteria to determine whether to extend or continue the term of appointment of the Independent Director(s), on the basis of the report of performance evaluation;

8. Specify the manner for effective annual evaluation of performance of the Board, its committees and individual Directors.

C. ***Stakeholders' Relationship Committee***

The Stakeholders' Relationship Committee was last re-constituted vide a resolution passed by the Board on April 30, 2026. As on the date of this Draft Prospectus, the Stakeholders' Relationship Committee comprises of:

Name	Designation	Nature of Directorship
Shiva Kumar	Chairman	Independent Director
Rashesh Chandrakant Shah	Member	Managing Director
Rajiv Jalota	Member	Independent Director

The broad terms of reference of committee are as under:

1. Resolving the grievances of the security holders of the listed entity including complaints related to transfer/transmission of shares, non-receipt of annual report, non-receipt of declared dividends, issue of new/duplicate certificates, general meetings etc.;

2. Review of measures taken for effective exercise of voting rights by shareholders;

3. Review of adherence to the service standards adopted by the Issuer in respect of various services being rendered by the Registrar & Share Transfer Agent; and

4. Review of the various measures and initiatives taken by the Issuer for reducing the quantum of unclaimed dividends and ensuring timely receipt of dividend warrants/annual reports/statutory notices by the shareholders of the Issuer.

D. ***Risk Committee***

The Risk Committee was last re-constituted vide a resolution passed by the Board on April 30, 2026. As on the dateof this Draft Prospectus, the Risk Committee comprises of:

Name	Designation	Nature of Directorship
Shiva Kumar	Member	Independent Director
Vidya Rashesh Shah	Member	Non-executive Director
Dr. Ashima Goyal	Member	Independent Director
Rajiv Jalota	Member	Independent Director

The broad terms of reference of the Risk Committee are as under:

1. To formulate a detailed risk management policy which shall include:

   (a) A framework for identification of internal and external risks specifically faced by the listed entity, in particular including financial, operational, sectoral, sustainability (particularly, ESG related risks), information, cyber security risks or any other risk as may be determined by the Committee;

   (b) Measures for risk mitigation including systems and processes for internal control of identified risks;

(c) Business continuity plan;

2. To ensure that appropriate methodology, processes and systems are in place to monitor and evaluate risks associated with the business of the Issuer;

3. To monitor and oversee implementation of the risk management policy, including evaluating the adequacy of risk management systems;

4. To periodically review the risk management policy, at least once in two years, including by considering the changing industry dynamics and evolving complexity;

5. To keep the Board of Directors informed about the nature and content of its discussions, recommendations and actions to be taken;

6. The appointment, removal and terms of remuneration of the chief risk officer (if any);

7. Design, develop and implement various measures for cyber security as may be required.

E. ***Corporate Social Responsibility Committee ("CSR Committee")***

The Corporate Social Responsibility Committee was re-constituted *vide* a resolution passed by the Board on November 11, 2025. As on the date of this Draft Prospectus, the CSR Committee comprises of:

Name	Designation	Nature of directorship
Rashesh Chandrakant Shah	Chairman	Managing Director
Vidya Rashesh Shah	Member	Non-Executive Director
Shiva Kumar	Member	Independent Director

The terms of reference of the CSR Committee are mentioned below:

1. Formulate and recommend to the Board, a CSR policy (the Policy) which shall indicate the activities to be undertaken by the Issuer for CSR;

2. Recommend the amount of expenditure to be incurred on the CSR activities; and

3. Monitor the policy of the Issuer from time to time.

OUR PROMOTERS

The Promoters of the Issuer are:

	Rashesh Chandrakant Shah Address: 223/B Kalpataru Horizon-B, S. K. Ahire Marg, Worli, Mumbai – 400 018, Maharashtra,India Date of Birth: September 30, 1963 Age: 62 years PAN: AAGPS5933G
	Venkatchalam A Ramaswamy Address: Flat No 2101/2201, Mangrish Apartments, Kashinath Dhuru Road, Near Kirti College,Dadar West, Mumbai – 400028, Maharashtra, India Date of Birth: August 12, 1966 Age: 59 years PAN: AADPR1740H
	Vidya Rashesh Shah Address: 223, Kalpataru Horizon B, S K Ahire Marg, Worli, Mumbai – 400 018, Maharashtra,India Date of Birth: June 18, 1966 Age: 59 years PAN: AMEPS3037M
	Aparna T.C. Address: Flat No 2101/2201, Mangrish Apartments, Kashinath Dhuru Road, Near Kirti College, Dadar West, Mumbai – 400028, Maharashtra, India Date of Birth: January 5, 1967 Age: 59 years PAN: AEUPC2507C

As on March 31, 2026, our Promoters collectively with the Promoter Group hold 305,308,981 Equity Shares equivalent to 32.26% (thirty two point twenty six percent) of the Equity Share capital of the Issuer.

Profile of our Promoters

1. *Rashesh Chandrakant Shah*

   For profile of Rashesh Chandrakant Shah, please see "*Our Management – Brief profile of the Directors of the Issuer*" on page 185.

2. *Venkatchalam A Ramaswamy*

   For profile of Venkatchalam A Ramaswamy, please see "*Our Management – Brief profile of the Directors of the Issuer*" on page 185.

3. *Vidya Rashesh Shah*

   For profile of Vidya Rashesh Shah, please see "*Our Management – Brief profile of the Directors of the Issuer*" on page 186.

4. *Aparna T.C.*

   Aparna T.C. holds a bachelor's degree in engineering from the Gogte Institute of Technology and master's degree in science in electronic engineering from Stony Brook University. She has more than 10 years of work experience and has worked previously with Yokogawa Electronics, ASPL, Tata Consultancy Services Limited & Citibank.

Other understanding and confirmations

The Issuer confirms that the Permanent Account Number, Aadhar number, driving license number, bank account number(s) and passport number and personal address of the Promoters and Permanent Account Number of Directors have been submitted to the BSE at the time of filing the Draft Prospectus.

None of our Promoters have been identified as Wilful Defaulters by the RBI or any other governmental authority.

No violation of securities laws has been committed by our Promoters in the past or is currently pending against them except as disclosed in section titled "*Outstanding Litigations*" on page 273.

None of our Promoters, was a promoter, director or person in control of any company which was delisted within a period of ten years preceding the date of this Draft Prospectus, in accordance with Chapter V of the SEBI Delisting Regulations.

Our Promoters are not restrained or debarred or prohibited from accessing the capital markets or restrained or debarred or prohibited from buying, selling, or dealing in securities under any order or directions passed for any reasons by the SEBI or any other authority or refused listing of any of the securities issued by any such entity by any stock exchange in India or abroad. Further, our Promoter is a not a promoter of another company which is debarred from accessing the securities market or dealing in securities under any order or directions passed for any reasons by SEBI.

Common pursuits of our Promoters

None of our Promoters are engaged in businesses similar to ours.

Interest of our Promoters in the Issuer

Except as disclosed under the "*Related Party Transactions*", available at page 201 remuneration paid as Directors as disclosed in "*Our Management*" at page 183 and other than as our shareholders, our Promoter, to the extent of the dividend that may be declared by the Issuer, do not have any other interest in the Issuer.

Our Promoters do not propose to subscribe to the Issue and none of our Promoters have any interest in the promotion of the Issue.

Equity share allotted to our Promoters in last three fiscal years

As on the date of this Draft Prospectus, no equity shares have been allotted to the Promoters in the last three fiscal years.

Payment of benefit to our Promoters in last three fiscal years

Other than as disclosed under the *"Related Party Transactions"*, available at page 201 and other than the dividend that may be declared and paid by the Issuer, the Issuer has not made payments of any benefits to the Promoters during the last three fiscals preceding the date of this Draft Prospectus.

Details of shares pledged or encumbered by our Promoters

As on March 31, 2026, certain Shares held by Promoter(s) are encumbered, please refer to Page 85 of this Draft Prospectus for the shareholding pattern.

Shareholding pattern of our Promoters in the Issuer as on March 31, 2026:

Name of Promoter shareholder	Number of Equity Shares	Number of Equity Shares in demat form	Shareholding as % of total no of Equity Shares	Number of Equity Shares pledged	% of Equity Shares pledged with respect to Equity Shares owned
Rashesh Chandrakant Shah	156,620,595*	156,620,595*	16.55%	-	-
Venkatchalam A Ramaswamy	44,516,029	44,516,029	4.70%	1,51,83,000	34.11%
Vidya Rashesh Shah	3,52,97,357	3,52,97,357	3.73%	-	-
Aparna T.C.	2,40,00,000	2,40,00,000	2.54%	1,19,83,000	49.93%

** This does not include 75,000 equity shares of the face value of Re. 1 each of EFSL which were bought by Rashesh Chandrakant Shah on March 30, 2026 and got credited in his demat account subsequent to March 31, 2026. As of date, Rashesh Chandrakant Shah holds 15,66,95,595 equity shares of EFSL after considering the said 75,000 equity shares.*

Interest of our Promoters in property, land and construction

Our Promoters does not have any interest in any property acquired by the Issuer within two years preceding the date of filing of this Draft Prospectus or any property proposed to be acquired by the Issuer or in any transaction with respect to the acquisition of land, construction of building or supply of machinery.

RELATED PARTY TRANSACTIONS

For details of the related party transactions for Fiscal 2026, Fiscal 2025 and Fiscal 2024 in accordance with the requirements under Ind AS 24 "Related Party Disclosures" notified under Section 133 of the Companies Act read with the Companies (Indian Accounting Standards) Rules 2015, as amended from time to time, see "Financial Information" on page 239 of this Draft Prospectus. For Fiscal 2026, please refer to Note 50 of the 2026 Audited Consolidated Financial Statement and Note 34 of the 2026 Audited Standalone Financial Statement. For Fiscal 2025, please refer to Note 51 of the 2025 Audited Consolidated Financial Statement and Note 35 of the 2025 Audited Standalone Financial Statement. For Fiscal 2024, please refer to Note 52 of the 2024 Audited Consolidated Financial Statement and Note 35 of the 2024 Audited Standalone Financial Statement.

Further, please see below the details of loans made or, guarantees given or securities provided by the Company for the last three financial years ended March 31, 2026, March 31, 2025, and March 31, 2024. Related party transactions as per Ind AS 24 entered during Fiscal 2026, Fiscal 2025, and Fiscal 2024 with regard to loans made or, guarantees given or securities provided:

1. **Standalone basis:**

(₹ in million, unless otherwise stated)

Name of Related Party	Fiscal	ICD/Loan Given	Guarantees given (Issued amt)	Securities provided
Edelweiss Rural & Corporate Services Limited	2024	2,325.00	1,100.00	-
Edelweiss Global Wealth Management Limited	2024	5,009.88	2,500.00	-
Ecap Equities Limited	2024	14,368.65	-	-
Edel Finance Company Limited	2024	21,937.88	3,000.00	-
Edelweiss Investment Adviser Limited	2024	1,594.20	-	-
EAAA India Alternatives Limited	2024	220.00	-	-
Mr. Tarun Khurana	2024	5.00	-	-
ECap Securities and Investments Limited	2024	-	2,200.00	-
Edelweiss Asset Reconstruction Company Limited	2024	-	12,790.00	-
NIDO Home Finance Limited	2024	-	500.00	-
ECL Finance Limited	2025	-	1,000.00	-
Ecap Equities Limited	2025	-	-	2,226.83
Edelweiss Asset Reconstruction Company Limited	2025	-	700.00	-
Edelweiss Rural & Corporate Services Limited	2025	3,280.50	-	-
Edelweiss Global Wealth Management Limited	2025	-	-	-
Ecap Equities Limited	2025	3,030.00	-	-
Edel Finance Company Limited	2025	28,288.42	8,000.00	670.77
Edelweiss Investment Adviser Limited	2025	4.00	-	-
Edelcap Securities Limited	2025	450.00	-	-
EAAA India Alternatives Limited	2025	220.00	-	-
Mr. Tarun Khurana	2025	3.00	-	-

(₹ in million, unless otherwise stated)

Name of Related Party	Fiscal	ICD/Loan Given	Guarantees given (Issued amt)	Securities provided
NIDO Home Finance Limited	2025	-	500.00	-
Edelweiss Rural & Corporate Services Limited	2025	-	1,900.00	-
Ecap Equities Limited	2025	-	10,000.00	-
Edelweiss Rural & Corporate Services Limited	2026	9,270.60	-	-
Ecap Securities and Investments Limited	2026	9,951.50	-	-
Ecap Equities Limited	2026	12,871.60	-	2,226.83
Edelweiss Securities and Investments Private Limited	2026	7,959.10	-	-
ECL Finance Limited	2026	1,000.00	-	-
Edel Finance Company Limited	2026	17,607.92	17,000.00	670.77
Edelweiss Investment Adviser Limited	2026	9,994.81	-	-
Comtrade Commodities Services Limited	2026	1.00	-	-
Edelcap Securities Ltd	2026	3,590.00	-	3,908.30

2. Consolidated basis:

(₹ in million, unless otherwise stated)

Name of Related Party	Fiscal	Loan Given	Guarantees given (Issued amt)	Securities provided
Mr. Tarun Khurana	2024	5.00	-	-
Mr. Tarun Khurana	2025	3.00	-	-

REGULATIONS AND POLICIES

The following description is a summary of certain sector-specific laws, rules, regulations, and policies as prescribed by the Government of India and other regulatory bodies, which may be applicable to our Company and/or our Subsidiaries. The information detailed in this chapter has been obtained from publications available in the public domain. The regulations set out below may not be exhaustive and are only intended to provide general information to the investors. They are neither designed nor intended to substitute for professional legal advice. The statements below are based on the current provisions of the Indian law, and the judicial and administrative interpretations thereof, which are subject to change or modification by subsequent legislative, regulatory, administrative, or judicial decisions.

The regulations summarised below are not exhaustive and are only intended to provide general information to investors. They are neither designed nor intended to be a substitute for any professional legal advice. Taxation statutes such as the IT Act, Central Sales Tax Act, 1956, GST laws (including central GST, state GST and integrated GST) and applicable local sales tax statutes, labour regulations such as the Employees State Insurance Act, 1948 and the Employees Provident Fund and Miscellaneous Provisions Act, 1952, and other miscellaneous regulations such as the Trade Marks Act, 1999 and applicable Shops and Establishments statutes apply to us as they do to any other Indian company and therefore have not been detailed below. For purposes of this section, references to any legislation, act, regulation, rule, guideline, policy, circular, notification or clarification are to such legislation, act, regulation, rule, guideline, policy, circular, notification or clarification as amended from time to time.

SEBI Regulations

Securities and Exchange Board of India (Merchant Bankers) Regulations, 1992, as amended, modified and supplemented from time to time ("Merchant Banker Regulations")

Under the Merchant Banker Regulations, any person seeking to conduct business as a merchant banker must apply for and obtain a certificate of registration as a merchant banker from SEBI. Further, the Merchant Banker Regulations provide the eligibility criteria, capital adequacy requirements, conditions of registration, procedure for obtaining the certificate of registration to carry on business as a merchant banker and categories under which, a merchant banker may seek registration. Based on *inter alia* the satisfaction of the specified capital adequacy requirements (i.e. net worth of not less than ₹500 million for a Category I merchant banker and ₹100 million for a Category II merchant banker), SEBI grants registration for merchant banking activities. According to the category identified, merchant bankers are permitted to carry out certain activities as prescribed in the Merchant Banker Regulations. Further, merchant bankers are required to adhere to a code of conduct prescribed under the Merchant Banker Regulations and the investor charter as specified by SEBI from time to time.

Laws applicable to NBFCs and Subsidiaries of NBFC

The Reserve Bank of India Act, 1934

Section 45-I(c) of the RBI Act, as amended, modified and supplemented from time to time, defines "financial institution" to mean any non-banking institution which, among other things, carries on the business of, or part of its business of, financing, by way of making of loans or advances or otherwise, of any activity other than its own, the acquisition of shares, stock, bonds, debentures or securities issued by a Government or local authority or other marketable securities of a like nature, letting or delivering of any goods to a hirer under a hire-purchase agreement, insurance business, chit business, collecting monies by way of subscriptions or by sale of units or other instruments or in any other manner but does

not include any institution whose principal business is that of carrying out any agricultural or industrial activities or the sale/purchase/construction of immovable property.

The RBI has clarified through a press release (Ref. No. 1998-99/ 1269) dated April 08, 1999, that in order to identify a particular company as an NBFC, it will consider both the assets and the income pattern as evidenced from the last audited balance sheet of the company to decide its principal business. The company will be treated as an NBFC if: (a) its financial assets are more than 50% (fifty per cent) of its total assets (netted off by intangible assets), and (b) income from financial assets should be more than 50% (fifty per cent) of the gross income. Both these tests are required to be satisfied as the determinant factor for the principal business of a company.

In accordance with Master Direction - Non-Banking Financial Companies Auditor's Report (Reserve Bank) Directions, 2016, as amended, modified and supplemented from time to time, every NBFC is required to submit to the RBI, a certificate, from its statutory auditor within one month from the date of finalization of the balance sheet and in any case, not later than December 30 of that year, stating that it is engaged in the business of non-banking financial institution requiring it to hold a certificate of registration.

With effect from 1997, NBFCs were not permitted to commence or carry on the business of a non-banking financial institution without obtaining a Certificate of Registration ("**CoR**"). The Master Direction – Reserve Bank of India (Non-Banking Financial Company – Registration, Exemption and Framework for Scale Based Regulation) Directions, 2025, along with other relevant regulations (the "**SBR Master Directions**") which superseded the Master Direction – Reserve Bank of India (Non-Banking Financial Company – Scale Based Regulation) Directions, 2023). The SBR Master Directions prescribe a minimum NOF of ₹ 20 million for NBFC-P2P, NBFC-AA and 'NBFCs not availing public funds and not having any customer interface'. For NBFCs classified as NBFC-IFC and IDF-NBFC, the prescribed minimum NOF is ₹ 3,000 million. Further, the SBR Master Directions, prescribe a minimum NOF of ₹ 100 million for NBFC-ICCs, NBFC-MFIs, and NBFC Factors. Accordingly, for achieving the minimum NOF of ₹ 100 million, the RBI prescribes the following transition path:

NBFCs	Before March 31, 2025	By March 31, 2025	By March 31, 2027
NBFC-ICC	₹ 20 million	₹ 50 million	₹ 100 million
NBFC-MFI	₹ 50 million (₹ 20 million in north eastern region)	₹ 70 million (₹ 50 million in north eastern region)	₹ 100 million
NBFC-Factor	₹ 50 million	₹ 70 million	₹ 100 million

Pursuant to the Reserve Bank of India (Non-Banking Financial Companies – Registration, Exemptions and Framework for Scale Based Regulation) Amendment Directions, 2026 dated April 29, 2026, which come into effect on July 1, 2026, the RBI has introduced the concepts of "Type I NBFC", "Type II NBFC" and "Unregistered Type I NBFC". Under the amended framework, NBFCs not availing public funds and not having any customer interface, pursuant to their long-term business model, and having an asset size of less than ₹1,000 crore as per their latest audited balance sheet, are exempted from the registration requirements under Sections 45-IA and 45-IC of the Reserve Bank of India Act, 1934, subject to compliance with the conditions prescribed under the Directions. Existing eligible NBFCs, including those currently holding a certificate of registration as a "Type I NBFC", may apply to the RBI for deregistration within six months from the date on which the amendments come into effect, i.e., by December 31, 2026.

Although by definition, NBFCs are permitted to operate in a similar sphere of activities as banks, there are a few important and key differences. The most important distinctions are:

- An NBFC cannot accept deposits repayable on demand – in other words, NBFCs can only accept fixed term deposits;
- NBFCs do not form part of the payment and settlement system and cannot issue cheques drawn on themselves; and
- The deposit insurance facility of Deposit Insurance and Credit Guarantee Corporation is not available to depositors of NBFCs.

Section 45-IA of the RBI Act makes it mandatory for every NBFC to get itself registered with the RBI in order to be able to commence any of the aforementioned activities, except where specifically exempted under the applicable regulatory framework for "Unregistered Type I NBFC".

Primary regulations governing NBFCs

NBFCs are primarily governed by the RBI Act and the SBR Master Directions. Reserve Bank of India (Non-Banking Financial Companies – Peer to Peer Lending Platform) Directions, 2025, Reserve Bank of India (Non-Banking Financial Companies – Credit Facilities) Directions, 2025 ("**NBFC Credit Facilities Directions**"), Reserve Bank of India (Non-Banking Financial Companies – Asset Liability Management) Directions, 2025 ("**NBFC ALM Directions**"), Reserve Bank of India (Non-Banking Financial Companies – Governance) Directions, 2025 ("**NBFC Governance Directions**"), Master Direction– Non-Banking Financial Company - Account Aggregator (Reserve Bank) Directions, 2016, Reserve Bank of India (Commercial Paper and Non-Convertible Debentures of original or initial maturity up to one year) Directions, 2024, Reserve Bank of India (Non-Banking Financial Companies – Income Recognition, Asset Classification and Provisioning) Directions 2025 ("**NBFC Income Recognition Directions**"), Reserve Bank of India (Non-Banking Financial Companies – Responsible Business Conduct) Directions, 2025 ("**NBFC Business Conduct Directions**"), Reserve Bank of India (Project Finance) Directions, 2025, the Master Direction - Reserve Bank of India (Commercial Paper and Non-Convertible Debentures of original or initial maturity up to one year) Directions, 2024, Reserve Bank of India (Non-Banking Financial Companies – Concentration Risk Management) Directions, 2025 ("**NBFC CRM Directions**"), the Non-Banking Financial Companies Acceptance of Public Deposits (Reserve Bank) Directions, 2025, Reserve Bank of India (Non-Banking Financial Companies – Prudential Norms on Capital Adequacy) Directions, 2025 ("**NBFC Capital Adequacy Directions**"), each as amended, supplemented or modified from time to time. In addition to these regulations, NBFCs are also governed by various circulars, notifications, guidelines and directions issued by the RBI from time to time.

The major regulations governing NBFCs are detailed below:

On October 22, 2021, RBI issued a Scale Based Regulation (SBR) (now consolidated into the SBR Master Directions by way of notification dated November 28, 2025): A Revised Regulatory Framework for NBFCs ("**SBR Framework**"), whereby NBFCs have been categorised into following four layers based on their size, activity, and perceived riskiness by the RBI:

(i) NBFC- Base Layer ("**NBFC-BL**");

(ii) NBFC- Middle Layer ("**NBFC-ML**");

(iii) NBFC- Upper layer ("**NBFC-UL**"); and

(iv) NBFC- Top Layer ("**NBFC-TL**").

Pursuant to the SBR Framework, the criteria of asset size of non-deposit NBFCs for classification as non-systemically important has been increased from ₹ 5 billion to ₹ 10 billion ("**NBFC-ND**").

The erstwhile Reserve Bank of India (Non-Banking Financial Company – Scale Based Regulation) Directions, 2023, as further amended on November 10, 2023 ("**Erstwhile Directions**") prescribed that with effect from October 01, 2022, all references to NBFC-ND shall mean NBFC-BL and all references to NBFC-D and NBFC-ND-SI shall mean NBFC-ML or NBFC-UL, as the case may be.

Pursuant to the department-wide consolidation of existing circulars and directions by the RBI, on November 28, 2025, the RBI revised the erstwhile directions to require NBFCs to comply with the Master Direction – Reserve Bank of India (Non-Banking Financial Company – Registration, Exemption and Framework for Scale Based Regulation) Directions, 2025, along with certain other directions issued by the RBI. Accordingly, with effect from November 28, 2025, the erstwhile directions stand repealed and NBFCs are governed by the SBR Master Directions.

Categorisation of NBFCs carrying out specific activity

NBFC-P2P, NBFC-AA, NOFHC and NBFCs without public funds and customer interface will always remain in the base layer of the regulatory structure.

The remaining NBFCs, viz., Investment and Credit Companies (NBFC-ICC), Micro Finance Institutions (NBFC-MFI), NBFC-Factors and Mortgage Guarantee Companies (NBFC-MGC) could lie in any of the layers of the regulatory structure depending on the parameters of the scale based regulatory framework.

Government owned NBFCs shall be placed in the base layer or middle layer, as the case may be, and will not be categorized as upper layer unless notified by the Government. Further, an NBFC may be registered as an NBFC-D or as an NBFC-ND in the following categories of NBFCs: (i) investment and credit companies (which erstwhile consisted of asset finance companies, investment companies, and loan companies); (ii) infrastructure finance companies; (iii) infrastructure debt funds; (iv) NBFC – micro finance institutions; and (v) NBFC – factors.

1. **NBFC- Base Layer ("NBFC-BL")**

The NBFC- BL comprise of (a) non-deposit-taking NBFCs below the asset size of ₹ 10,000 million and (b) NBFCs undertaking the following activities- (i) NBFC-Peer to Peer Lending Platform ("**NBFC-P2P**"), (ii) NBFC-Account Aggregator ("**NBFC-AA**"), (iii) Non-Operative Financial Holding Company ("**NOFHC**"); and (iv) NBFCs not availing public funds and not having any customer interface.

Rating of NBFCs-BL

Pursuant to SBR Master Directions read with the Reserve Bank of India (Non-Banking Financial Companies – Miscellaneous) Directions, 2025, all NBFCs-BL with asset size of more than ₹ 1,000 million are required to furnish information about downgrading or upgrading of the assigned rating of any financial product issued by them, within 15 (fifteen) days of such a change in rating to the regional office of the RBI under whose jurisdiction the NBFC's registered office is functioning.

Prudential Norms

The NBFC Income Recognition Directions and the NBFC CRM Directions and the NBFC Governance Directions, amongst other requirements, prescribe guidelines on NBFCs-BL regarding income recognition, asset classification, provisioning requirements, constitution of audit committee, capital adequacy requirements, the concentration of credit/investment and norms relating to infrastructure loans. These directions state that the credit/ investment norms shall not apply to NBFCs not accessing public funds in India, either directly or indirectly, and not issuing guarantees.

The SBR Master Directions prescribes a leverage ratio of up to 7 times for NBFCs-BL, where the leverage ratio is to be calculated by dividing the total outside liability by the owned fund of the NBFC. Further NBFCs which are engaged in lending against gold jewellery (such loans comprising 50% of more of their financial assets) are required to maintain a minimum Tier 1 capital of 12% of aggregate risk weighted assets of on-balance sheet and of the adjusted value of the risk adjusted value off-balance sheet items.

Provisioning Norms

Every NBFC-BL shall, after taking into account the time lag between an account becoming non-performing, its recognition as such, the realisation of the security and the erosion over time in the value of security charged, make provision against sub-standard assets, doubtful assets and loss assets in accordance with paragraph 29 of the NBFC Income Recognition Directions. All NBFCs-BL have been prescribed under the NBFC Income Recognition Directions to make provisions for standard assets at 0.25% (zero point twenty five per cent) of the principal outstanding, which shall not be reckoned for arriving at net NPAs. The provision towards standard assets need not be netted from gross advances but shall be shown separately as 'Contingent Provisions against Standard Assets' in the balance sheet of the NBFC.

Under the NBFC ALM Directions, all NBFCs with asset size of ₹ 1 billion and above (as per their last audited balance sheet), core investment companies ("**Investment Companies**") and all deposit taking NBFCs (except Type I NBFC-ND, Non-Operating Financial Holding Company and Standalone Primary Dealer) are required to comply with the 'Guidelines on Liquidity Risk Management Framework' ("**LRM Framework**"). The LRM Framework provide that the NBFCs should ensure sound and robust liquidity risk management system, the board of directors of the NBFC shall frame a liquidity risk management framework which ensures that it maintains sufficient liquidity, including a cushion of unencumbered, high quality liquid assets to withstand a range of stress events, including those involving the loss or impairment of both unsecured and secured funding sources. The liquidity risk management policy should spell out the entity-level liquidity risk tolerance; funding strategies; prudential limits; system for measuring, assessing and reporting/ reviewing liquidity; framework for stress testing; liquidity planning under alternative scenarios/formal contingent funding plan; nature and frequency of management reporting; periodical review of assumptions used in liquidity projection; etc. The LRM Framework *inter alia*, deal with: (i) liquidity risk management policy, strategies and practices; (ii) management information system; (iii) internal controls; (iv) maturity profiling; (v) liquidity risk measurement – stock approach; (vi) currency risk; (vii) managing interest rate risk; and (viii) liquidity risk monitoring tools.

The NBFC (with asset size of ₹ 1,000 million or more) shall appoint risk management committee ("**RMC**") at the board or executive level, who shall be responsible for evaluating the overall risks faced by the NBFC including liquidity risk and report to the board of the NBFC. Further, such NBFCs have to constitute asset liability management committee ("**ALCO**") consisting of the NBFC's top management

shall be responsible for ensuring adherence to the risk tolerance/limits set by the board of directors as well as implementing the liquidity risk management strategy of the NBFC. The chief executive officer/ managing director or the executive director should head the Committee. The role of the ALCO with respect to liquidity risk should include, *inter alia*, decision on desired maturity profile and mix of incremental assets and liabilities, sale of assets as a source of funding, the structure, responsibilities and controls for managing liquidity risk, and overseeing the liquidity positions of all branches. In addition to RMC and ALCO, NBFCs are required to constitute asset liability management support group ("**ALM Support Group**"). ALM Support Group consist of the operating staff responsible for analysing, monitoring and reporting the liquidity risk profile to the ALCO.

The maturity profile should be used for measuring the future cash flows of NBFCs in different time buckets. Within each time bucket, there could be mismatches depending on cash inflows and outflows. While the mismatches up to one year would be relevant since these provide early warning signals of impending liquidity problems, the main focus shall be on the short-term mismatches, viz., 1-30/ 31 days. The net cumulative negative mismatches in the statement of structural liquidity in the maturity buckets 1-7 days, 8-14 days, and 15-30 days shall not exceed 10% (ten per cent), 10% (ten per cent) and 20% (twenty per cent) of the cumulative cash outflows in the respective time buckets. NBFCs, however, are expected to monitor their cumulative mismatches (running total) across all other time buckets up to 1 year by establishing internal prudential limits with the approval of the board of directors. NBFCs shall also adopt the above cumulative mismatch limits for their structural liquidity statement for consolidated operations. Other than liquidity risk the NBFC has to currency risk and interest rate risk under the terms of the LRM Framework.

Concentration of credit/ investment

The credit concentration limits prescribed for NBFCs which are held by an NOFHC shall not (i) have any exposure (credit and investments including investments in the equity/debt capital instruments) to the promoters/promoter group entities or individual associated with the promoter group or the NOFHC; (ii) make investment in the equity/det capital instruments in any of the financial entities under the NOFHC; and (iii) invest in equity instruments of other NOFHCs.

Governance Guidelines

The SBR Master Directions prescribes certain governance norms required to be adhered to by NBFCs-BL. Under the NBFC Governance Directions, NBFCs are mandated to appoint at least 1 (one) of director on the board of directors, who has relevant experience of having worked in a bank/NBFC. Further, NBFCs are required to constitute an RMC, having board approved policy on grant of loans to directors, senior officers and relatives of directors and to entities where directors or their relatives have major shareholding, including identifiable threshold beyond which loans to such persons shall be reported to the board of such NBFCs.

Disclosures - NBFCs shall, in addition to the existing regulatory disclosures, disclose the following in their annual financial statements, with effect from March 31, 2023, including disclosures in relation to exposure to real estate sector, related party disclosure, disclosure of complaints received from customers and the offices of ombudsman.

Asset Classification

The SBR Master Directions require that every NBFC-BL shall, after taking into account the degree of well-defined credit weaknesses and extent of dependence on collateral security for realisation, classify

its lease/hire purchase assets, loans and advances and any other forms of credit into the following classes:

1. Standard assets;

2. Sub-standard assets;

3. Doubtful assets; and

4. Loss assets.

Further, such class of assets would not be entitled to be upgraded merely as a result of rescheduling, unless it satisfies theconditions required for such upgradation.

The NBFC Income Recognition Directions prescribe that the NPA classification to 90 (ninety) days for NBFCs, which previously was prescribed as 180 (one hundred and eighty) days.

In this regard the RBI has prescribed a transition path for compliance of the prescribed a period of 90 (ninety) days period for to NBFCs – BL for identification of NPAs:

NPA Norms	Timeline
>150 (one hundred and fifty) days overdue	By March 31, 2024
>120 (one hundred and twenty) days overdue	By March 31, 2025
>90 (ninety) days	By March 31, 2026

Reserve Fund

Under Section 45-IC of the RBI Act, every NBFC must create a reserve fund and transfer thereto a sum not less than 20% (twenty per cent) of its net profit every year, as disclosed in the statement of profit and loss account and before any dividend is declared. Further, no appropriation can be made from the fund for any purpose by the NBFC except for the purposes specified by the RBI from time to time and every such appropriation shall be reported to the RBI within 21 (twenty-one) days from the date of such appropriation.

Adherence to RBI KYC Direction

Similarly, all NBFCs having customer interface are required to comply with Reserve Bank of India (Non-Banking Financial Companies – Know Your Customer) Directions, 2025 ("**NBFC KYC Directions**") issued by the RBI and as amended from time to time, with suitable modifications depending upon the activity undertaken by the NBFC concerned.

Fair Practices Code

In terms of the NBFC Business Conduct Directions, all NBFCs having customer interface are required to formulate with the approval of their boards a 'Fair Practices Code' (which shall preferably be in the vernacular language or a language as understood by the borrower) based on the directions outlined therein. NBFCs will have the freedom of drafting the Fair Practices Code, enhancing the scope of the directions but in no way sacrificing the spirit underlying the directions. The same shall be put up on their website, if any, for the information of various stakeholders.

In addition, the RBI under the NBFC Business Conduct Directions has mandated all NBFCs to put in place appropriate internal principles and procedures in determining interest rates and processing and other charges. In addition to the aforesaid instruction, the RBI has included norms for regulation of excessive interest charged by NBFCs in the NBFC Business Conduct Directions.

These prescribed directions stipulate that the board of each NBFC is required to adopt an interest rate model taking into account the various relevant factors including cost of funds, margin and risk premium. The rate of interest and the approach for gradation of risk and the rationale for charging different rates of interest for different categories of borrowers are required to be disclosed to the borrowers in the application form and expressly communicated in the sanction letter. Further, this is also required to be made available on the NBFC's website or published in newspapers and is required to be updated in the event of any change therein. Further, the rate of interest would have to be an annualized rate so that the borrower is aware of the exact rates that would be charged to the account.

Pursuant to the NBFC Business Conduct Directions, NBFCs are required to adopt the following instructions relating to penal charges in loan accounts **("Penal Charges Guidelines**"):

Penalty, if charged, for non-compliance of material terms and conditions of loan contract by the borrower shall be treated as 'penal charges' and shall not be levied in the form of 'penal interest' that is added to the rate of interest charged on the advances. There shall be no capitalisation of penal charges i.e., no further interest computed on such charges. However, this will not affect the normal procedures for compounding of interest in the loan account;

1. The NBFCs shall not introduce any additional component to the rate of interest and ensure compliance to these guidelines in both letter and spirit;

2. The NBFCs shall formulate a board approved policy on penal charges or similar charges on loans, by whatever name called;

3. The quantum of penal charges shall be reasonable and commensurate with the non-compliance of material terms and conditions of the loan contract without being discriminatory within a particular loan /product category;

4. The penal charges in case of loans sanctioned to 'individual borrowers, for purposes other than business', shall not be higher than the penal charges applicable to non-individual borrowers for similar non-compliance of material terms and conditions;

5. The quantum and reason for penal charges shall be clearly disclosed by the NBFCs to the customers in the loan agreement and most important terms & conditions / Key Fact Statement (**"KFS"**) as applicable, in addition to being displayed on the NBFCs website under interest rates and service charges. Further, providing a reference to the schedule of penal charges displayed on the website of the NBFC in the sanction letter and loan agreement shall not suffice; and

6. Whenever reminders for non-compliance of material terms and conditions of loan are sent to borrowers, the applicable penal charges shall be communicated. Further, any instance of levy of penal charges and the reason therefor shall also be communicated.

The NBFCs may carry out appropriate revisions in their policy framework and ensure implementation of the instructions in respect of all the fresh loans availed/ renewed from the effective date. In the case of existing loans, the switchover to new penal charges regime shall be ensured on next review or renewal date or six months from the effective date of this circular, whichever is earlier.

Key Fact Statements

Further, by way of the NBFC Business Conduct Directions, the RBI has mandated all NBFCs to provide a KFS to all its retail and MSME customers before executing loan agreements except credit card customers. This requirement aims to enhance transparency and disclosure by NBFCs in the pricing of loans and other related charges. The KFS must include comprehensive information about the loan, including *inter alia* the all-in cost, fees, charges, contingent charges, and instalment details, among others.

Guidelines on Default Loss Guarantee in Digital Lending

The NBFC Credit Facilities Direction prescribes guidelines on Default Loss Guarantee (**"DLG"**) which are applicable to DLG arrangements in digital lending operations undertaken by the NBFCs including NBFCs.

In terms of the NBFC Credit Facilities Directions, the lending service providers are required to establish contractual agreements setting out extent of the cover, the form of the default loss guarantee, timelines for DLG invocation and the disclosure requirements as mentioned therein.

NBFCs are required to ensure that the total amount of default loss guarantee cover on any outstanding portfolio which is specified upfront shall not exceed five per cent of the total amount disbursed out of that loan portfolio at any given time. Further, DLG can only be offered on a fixed set of identifiable and measurable loan assets, which shall remain static throughout the tenure of the DLG arrangement.

NBFCs are required to ensure that lending service providers disclose the number and value of DLG portfolios on their websites on a monthly basis, within seven working days of the end of each month. The NBFC Credit Facilities Directions also mandate enhanced due diligence, adherence to applicable regulatory and ethical standards, and place full responsibility on NBFCs for the actions of lending service providers, including monitoring of underlying portfolios to prevent misconduct.

Further, NBFCs are fully accountable for actions of the relevant lending service providers and are required to monitor loan portfolios to prevent misconduct.

Other stipulations

All NBFCs are required to frame a policy for demand and call loan that includes provisions on the cut-off date for recalling the loans, the rate of interest, periodicity of such interest and periodical reviews of such performance.

The NBFC Credit Facilities Directions also specifically prohibit NBFCs from lending against its own shares. An NBFC is required to inform the RBI of any change in the address, telephone numbers, etc. of its registered office, names and addresses of its directors/auditors, names and designations of its principal officers, the specimen signatures ofits authorised signatories, within one month from the occurrence of such an event. Further, an NBFC-ND would need to ensure that its registration with the RBI remains current.

2. **NBFC-Middle Layer ("NBFC-ML")**

A. The NBFC- ML consist of (a) all deposit taking NBFCs ("**NBFC-Ds**"), irrespective of asset size, (b) non-deposit taking NBFCs with asset size of ₹ 10,000 million and above and (c) NBFCs undertaking the following activities:

B. Standalone Primary Dealers (SPDs); (ii) Infrastructure Debt Fund - Non-Banking Financial Companies (IDF-NBFCs); (iii) Investment Companies; (iv) HFCs; and (v) Infrastructure Finance Companies (NBFC-IFCs).

All the above mentioned regulatory instructions applicable to NBFCs-BL are applicable to NBFCs-ML. Additionally, NBFCs-MLs are required to comply with the prescribed instructions stated below.

Capital Adequacy Norms

Every NBFC-ML shall maintain a minimum capital ratio consisting of Tier 1 and Tier 2 capital which shall not be less than 15% (fifteen per cent) of its aggregate risk weighted assets on balance sheet and of balance sheet items. The Tier 1 capital in respect of NBFCs (other than NBFC-MFI and NBFCs primarily engaged in lending against gold jewellery), at any point of time, shall not be less than 10% (ten per cent).

Internal Capital Adequacy Assessment Process (ICAAP)

Under the NBFC Capital Adequacy Directions, NBFCs-ML and above are required to make a thorough internal assessment of the need for capital, commensurate with the risks in their business. The internal assessment shall be on similar lines as ICAAP prescribed for commercial banks under Pillar 2 specified under the Reserve Bank of India (Commercial Banks - Prudential Norms on Capital Adequacy) Directions, 2025. While Pillar 2 capital will not be insisted upon, however, NBFCs are required to make a realistic assessment of risks. Internal capital assessment shall factor in credit risk, market risk, operational risk and all other residual risks as per methodology to be determined internally. The methodology for internal assessment of capital shall be proportionate to the scale and complexity of operations as per the NBFCs board approved policy. The objective of ICAAP is to ensure availability of adequate capital to support all risks in business as also to encourage NBFCs to develop and use better internal risk management techniques for monitoring and managing of the risks.

Provisioning Norms

All NBFCs-ML have been prescribed under the SBR Master Directions to make provisions for standard assets at 0.40% (zero point forty per cent) of the principal outstanding, which shall not be reckoned for arriving at net NPAs. The provision towards standard assets need not be netted from gross advances but shall be shown separately as 'Contingent Provisions against Standard Assets' in the balance sheet of the NBFC.

Liquidity Coverage Ratio

In addition to the LCR Framework, NBFCs-MLs with an asset size above ₹ 50,000 million required to adhere to guidelines on maintenance of Liquidity Coverage Ratio ("**LCR**") prescribed under the NBFC ALM Directions. The NBFC ALM Directions prescribed that applicable NBFCs shall maintain an LCR of minimum 100 per cent on an ongoing basis.

Concentration of credit/ investment

The NBFC CRM Directions prescribes that NBFCs-ML shall not have exposure (credit/investment taken together) exceeding: (a) 25% (twenty-five per cent) of its Tier 1 capital to a single party; and (b) 40% (forty per cent) of its Tier 1 capital to a single group of parties, however, such exposure norms may be exceeded by 5% (five per cent) for any single party and by 10% (ten per cent) for a single group of parties, if the additional exposure is on account of infrastructure loan and/or investment. NBFC-IFC

are prescribed to have an exposure norm not exceeding (a) 30% (thirty per cent) of its Tier 1 capital to a single party; and (b) 50% (fifty per cent) of its Tier 1 capital to a single group of parties.

The above mentioned exposure norms are not applicable to NBFCs not accessing public funds in India either directly or indirectly and not issuing guarantees.

Governance Guidelines

The RBI prescribe certain corporate governance norms required to be adhered to by NBFCs. The NBFC Governance Directions, *inter alia*, provide for the constitution of an audit committee and a nomination and remuneration committee. Further. under the NBFC ALM Directions NBFCs are required to form an asset liability management committee and an RMC and certain other norms in connection with disclosureand transparency. Further, NBFCs-ML with asset size of more than ₹ 50 billion are required to appoint a chief risk officer ("**CRO**") with clearly specified role and responsibilities. The CRO is required to function independently so as to ensure highest standards of risk management. In this regard, NBFCs are required to strictly adhere to the instructions laid down in Section D of Chapter IV (*Appointment of Chief Risk Officer*) (applicable to NBFCs-ML) of the NBFC Governance Directions. Under the terms of the NBFC Governance Directions following additional corporate governance compliances have been stipulated for NBFC-ML (and NBFC-UL):

(a) Key Managerial Personnel - Except for directorship in a subsidiary, Key managerial personnel (as defined under Section 2(51) of the Companies Act, 2013) shall not hold any office (including directorships) in any other NBFC-ML or NBFC-UL. However, such Key Managerial Personnel may assume directorship in NBFC-BLs.

(b) Independent Director - Within the permissible limits in terms of the Companies Act, 2013, an independent director shall not be on the board of more than three NBFCs (NBFC-ML or NBFC-UL) at the same time. Further, the Board of the NBFC shall ensure that there is no conflict arising out of their independent directors being on the board of another NBFC at the same time. There shall be no restriction to directorship on the boards of NBFC-BLs, subject to applicable provisions of the Companies Act, 2013.

(c) Compensation guidelines - In order to address issues arising out of excessive risk taking caused by misaligned compensation packages, NBFCs shall put in place a board approved compensation policy for KMPs and senior management of NBFCs-MLs. The policy shall at the minimum include, a) principles for fixed/ variable pay structures, and b) malus/ claw back provisions. The nomination and remuneration committee shall ensure that there is no conflict of interest.

Other Governance matters - NBFCs shall comply with the following:

- The board shall delineate the role of various committees (audit committee, nomination and remuneration committee, RMC or any other committee) and lay down a calendar of reviews.
- NBFCs shall formulate a whistle blower mechanism for directors and employees to report genuine concerns.
- The board shall ensure good corporate governance practices in the subsidiaries of the NBFC.

3. **NBFC- Upper layer ("NBFC-UL")**

The NBFC-UL comprise of those NBFCs which are specifically identified by RBI as warranting enhanced regulatory requirement based on a set of parameters and scoring methodology as provided in paragraphs 24 to 26 of the SBR Master Directions. The top ten eligible NBFCs in terms of their asset size shall always reside in the upper layer, irrespective of any other factor.

All the above-mentioned regulatory instructions applicable to NBFCs-BL and NBFCs-ML are applicable to NBFCs-UL. Additionally, NBFCs-UL are required to comply with the prescribed instructions stated below.

Prudential Regulations

NBFCs-UL are required to maintain common equity tier 1 ("**CET1**") capital of at least 9% (nine per cent) of the risk weighted assets, where CET1 ratio would be the sum of CET1 capital divided by the total risk weighted assets.

Asset provisioning

NBFCs-UL are required to maintain provisions of standard assets at the following rates for the funded amount outstanding:

Category of Assets	Rate of provision
Individual housing loans and loan to SMEs	0.25%
Housing loans extended at teaser rates	2.00% which will decrease to 0.40% after 1 year from the date on which the rates are reset at higher rates (if the accounts remain 'standard')
Advances to commercial real estate- residential housing ("CRE-RH") sector	0.75%
Advances to commercial real estate sector (other than CRE-RH)	1.00%
Restructured advances	As stipulated in the Reserve Bank of India (Non-Banking Financial Company – Resolution of Stressed Assets) Directions, 2025
All other loans and advances not included above, including loans to medium enterprises	0.40%

Regulatory Restrictions and Limits

NBFCs-UL are required to adhere to the 'Large Exposure Framework' ("**LEF Guidelines**") prescribed in the NBFC CRM Directions under Chapter IV (*guidelines Applicable to NBFC-Upper Layer*). The LEF Guidelines are applicable to NBFCs, both at the solo level and at the consolidated (group) level.

Large Exposure Limits

In case of a single counterparty, the sum of all exposure values of an NBFC to a single counterparty must not be higher than 20% (twenty per cent) of the NBFC's available eligible capital base at all times, subject to an additional 5% exposure with the approval of the board of the NBFC.

The NBFC CRM Direction defines a "Group of connected counterparties" as:

"Group of connected counterparties" means two or more (natural or legal) persons who satisfy at least one of the following conditions:

(1) Control relationship: one person directly or indirectly, has control over the other(s), or such persons are under the common control of a third party (irrespective of whether the NBFC has exposure to the third party or not). Control relationship criteria is automatically satisfied if one entity owns more than 50 percent of the voting rights of the other entity;

(2) Economic interdependence: In establishing connectedness based on economic interdependence, NBFCs shall consider, at a minimum, the following criteria:

(3) Where 50% or more of one counterparty's gross receipts or gross expenditure (on an annual basis) is derived from transactions with the other counterparty;

(4) Where one counterparty has fully or partly guaranteed the exposure of the other counterparty, or is liable by other means, and the exposure is so significant that the guarantor is likely to default if a claim occurs;

(5) Where a significant part of one counterparty's production/output is sold to another counterparty, which cannot easily be replaced by other customers;

(6) When the expected source of funds to repay the loans of both counterparties is the same and neither counterparty has another independent source of income from which the loan may be serviced and fully repaid;

(7) Where it is likely that the financial problems of one counterparty would cause difficulties for the other counterparties in terms of full and timely repayment of liabilities;

(8) Where the insolvency or default of one counterparty is likely to be associated with the insolvency or default of the other(s);

(9) When two or more counterparties rely on the same source for the majority of their funding and, in the event of the common provider's default, an alternative provider cannot be found - in this case, the funding problems of one counterparty are likely to spread to another due to a one-way or two-way dependence on the same main funding source.

(10) In *order* to avoid cases where a thorough investigation of economic interdependencies will not be proportionate to the size of the exposures, NBFCs are expected to identify possible connected counterparties on the basis of economic interdependence in all cases where the sum of all exposures to one individual counterparty exceeds 5% of the eligible capital base, and not in other cases.

In case of a groups of connected counterparties, the sum of all exposure values of an NBFC to a group of connected counterparties must not be higher than 25% (twenty five per cent) of the NBFC's available eligible capital base at all times, subject to an additional 10% (ten per cent) exposure of its Tier 1 capital for exposure to a group of connected counterparties for NBFC-IFCs. Provided further that NBFCs may exceed the exposure limit by 10 per cent of its Tier 1 capital for exposure to a group of connected counterparties, if the additional exposure is on account of infrastructure 'loan and / or investment'.

Governance Guidelines

Qualification of board members

The NBFC Governance Directions under Chapter V (*Directions applicable to NBFCs-Upper Layer (NBFCs-UL)*) prescribe that the board members of the NBFC-UL shall be competent to manage the affairs of the NBFC. The composition of board should ensure a mix of educational qualification and experience within the board.

Listing and disclosures: NBFCs-UL are mandatorily required to be listed within 3 (three) years of identification NBFC-UL. Disclosure requirements shall be put in place on the same lines as applicable to a listed company even before the actual listing as per board approved policy of the NBFC.

4. **NBFC- Top Layer ("NBFC-TL")**

The NBFC-TL will ideally remain empty. This layer can get populated if RBI is of the opinion that there is a substantial increase in the potential systemic risk from specific NBFC-UL. Such NBFCs shall move to the NBFC-TL.

NBFCs falling in the 'Top Layer' of the regulatory structure shall, *inter alia*, be subject to higher capital charge. Such higher requirements shall be specifically communicated to the NBFC at the time of its classification in the 'Top Layer'. There will be enhanced and intensive supervisory engagement by the RBI with such NBFCs.

Reserve Bank of India (Non-Banking Financial Companies – Know Your Customer) Directions, 2025, as amended from time to time ("NBFC KYC Directions")

On November 28, 2025, the Reserve Bank of India issued the NBFC KYC Directions, superseding the erstwhile Reserve Bank of India (Know Your Customer) Master Directions, 2016. The NBFC KYC Directions introduce a dedicated KYC framework for NBFCs and, *inter alia*, provide for: (i) enhanced and mandatory risk-based customer due diligence and ongoing transaction monitoring to strengthen the detection and prevention of misuse of accounts and financial crime, including money mule activities; (ii) a detailed and prescriptive set of provisions required to be incorporated in an NBFC's board-approved KYC policy; and (iii) clarified obligations relating to ongoing customer due diligence and periodic updation of KYC.

The NBFC KYC Directions are applicable to all categories of NBFCs, except NBFCs without any customer interface. In terms thereof, every NBFC is required to formulate a KYC policy approved by its board of directors or a duly constituted committee. Such KYC policy is required to include four key elements, namely: (a) customer acceptance policy; (b) risk management; (c) customer identification procedures; and (d) monitoring of transactions.

The NBFC KYC Directions also prescribe simplified procedures for opening of accounts and provide for enhanced and simplified due diligence processes. Further, detailed instructions have been issued in relation to customer due diligence, record management, reporting of transactions to the Financial Intelligence Unit – India, and sharing of information while ensuring confidentiality and secrecy of customer data. NBFCs are also required to comply with reporting obligations under the Foreign Account Tax Compliance Act and the Common Reporting Standards, and to ensure adherence to obligations arising under applicable international agreements. In addition, NBFCs are required to identify and mitigate money laundering and financing of terrorism risks arising from new or developing

technologies, and to ensure that appropriate KYC procedures are applied prior to the introduction of new products, services, or technologies.

Financing of NBFCs by banks

On November 28, 2025, the RBI notified the Reserve Bank of India (Commercial Banks – Credit Facilities) Directions, 2025 ("**Bank Credit Facilities Directions**") consolidating the instructions issued to commercial banks on credit facilities including the relationship of banks with NBFCs. In particular, these Bank Credit Facilities Directions under Chapter XIV (F*inance to Non-Banking Financial Companies (NBFCs)*) prohibit banks from lending to NBFCs for the financing of certain activities, such as (i) bill discounting or rediscounting, except where such discounting arises from the sale of commercial vehicles and two wheelers or three wheelers, subject to certain conditions; (ii) unsecured loans or corporate deposits by NBFCs to any company; (iii) investments by NBFCs both of current and long term nature, in any company; (iv) all types of loans and advances by NBFCs to their subsidiaries, group companies, entities; (v) further lending to individuals for the purpose of subscribing to an initial public offer and for purchase of shares from secondary market.

In addition to the above the RBI has notified the Reserve Bank of India (Commercial Banks - Concentration Risk Management) Directions, 2025 ("**Bank CRM Directions**") has prescribed banks to (i) reduce their regulatory exposure ceiling on a single NBFC, having gold loans to the extent of 50% (fifty per cent) or more of its total financial assets to 7.5% (seven point five per cent) of the banks' capital funds. However, the exposure ceiling may go up by 5% (five per cent), i.e., up to 12.5% (twelve point five per cent) of banks' capital funds if the additional exposure is on account of funds on-lent by such NBFCs to the infrastructure sector and (ii) to have an internal sub-limit on their aggregate exposures to all such NBFCs, having gold loans to the extent of 50% (fifty per cent) or more of their total financial assets, taken together. The sub-limits should be within the internal limit fixed by the banks for their aggregate exposure to all NBFCs put together.

Further, the RBI, pursuant to the Reserve Bank of India (Commercial Banks- Prudential Norms on Capital Adequacy) Directions, 2025 ("**Bank Capital Adequacy Directions**") has prescribed the applicable risk weights on exposures of commercial banks to NBFCs. Accordingly, the applicable risk weights shall be determined in accordance with the Bank Capital Adequacy Directions, which specifies that risk weights on exposures to NBFCs (except Investment Companies) shall be based on their external rating, ranging from 20% (for AA-rated NBFCs) to 100% (for unrated NBFCs). Exposures to Investment Companies, rated as well as unrated, shall be risk-weighted at 100 per cent.

Master Directions on Fraud Risk Management in Non-Banking Financial Companies (NBFCs) (including Housing Finance Companies) dated July 15, 2024.

On July 15, 2024, the RBI issued the revised Master Directions on Fraud Risk Management in Non-Banking Financial Companies (NBFCs) (including Housing Finance Companies) (**"Fraud Directions"**) superseding the erstwhile Master Directions on Monitoring of Frauds in NBFCs (Reserve Bank), Directions, 2016. Under the Fraud Directions, NBFCs, including housing finance companies, classified as NBFC-BL, NBFC-ML and NBFC-UL shall put in place a board approved policy on fraud risk management delineating roles and responsibilities of board and senior Management of the NBFCS. NBFCs are required to report all instances of fraud to the RBI through fraud monitoring returns portal within 14 (fourteen) days of classifying an incident or account as fraudulent. Furthermore, all attempted and successful instances of theft, burglary, dacoity, and robbery must be reported to the fraud monitoring group of the RBI within 7 (seven) days of occurrence.

NBFCs must also report all incidents of fraud immediately to appropriate law enforcement agencies through a nodal point or designated officer of such NBFC.

Accounting Standards & Accounting policies

The Ministry of Corporate Affairs has amended the existing Indian Accounting Standards vide Companies (Indian Accounting Standards) Rules, 2021 and the same is applicable to the Company from April 1, 2021. RBI vide notification number RBI/2019-20/170DOR (NBFC).CC.PD.No.109/22.10.106/2019-20 dated March 13, 2020 framed regulatory guidance on Ind AS which will be applicable on Ind AS implementing NBFCs and Asset Reconstruction Companies ("**ARCs**") for preparation of their financial statements from Fiscal 2020 onwards. These guidelines focus on the need to ensure consistency in the application of the accounting standards in specific areas, including asset classification and provisioning, and provide clarifications on regulatory capital in the light of Ind AS implementation. The guidelines cover aspects on governance framework, prudential floor and computation of regulatory capital and regulatory ratios.

Master Direction – Non-Banking Financial Companies Auditor's Report (Reserve Bank) Directions, 2016

In addition to the report made by the auditor under Section 143 of the Companies Act, 2013 on the accounts of an NBFC, the auditor shall make a separate report to the Board of Directors of the company. Such report must include, *inter alia*, the following matters: (i) examination of validity of certificate of registration obtained from the RBI; (ii) whether the NBFC is entitled to continue to hold such certificate of registration in terms of its Principal Business Criteria (financial asset / income pattern) as on March 31 of the applicable year; (iii) whether the NBFC is meeting the required net owned fund requirement; (iv) whether the board of directors has passed a resolution for non-acceptance of public deposits; (v) whether the company has accepted any public deposits during the applicable year; (vi) whether the company has complied with the prudential norms relating to income recognition, accounting standards, asset classification and provisioning for bad and doubtful debts as applicable to it; (vii) whether the capital adequacy ratio as disclosed in the return submitted to the Bank in form NBS- 7, has been correctly arrived at and whether such ratio is in compliance with the minimum CRAR prescribed by the Bank; (viii) whether the company has furnished to the Bank the annual statement of capital funds, risk assets/exposures and risk asset ratio (NBS-7) within the stipulated period; and (ix) whether the non-banking financial company has been correctly classified as NBFC -MFI.

Master Direction- Reserve Bank of India (Filing of Supervisory Returns) Directions, 2024

Under the erstwhile Master Direction – Non-Banking Financial Company Returns (Reserve Bank) Directions, 2016, all NBFCs (excluding HFCs) were required to maintain a reporting system for filing various supervisory and prudential returns with the RBI. In particular, NBFC-ND-SIs (*now classified under the Scale Based Regulation framework as NBFCs in the Middle Layer or Upper Layer, as applicable*) were required to file quarterly returns on financial parameters including components of assets and liabilities, profit and loss account, exposure to sensitive sectors and sectoral deployment of credit, quarterly prudential norms returns (NBS-7), multiple asset liability management ("**ALM**") returns, quarterly branch information returns, and CRILC related filings including quarterly reporting to the Central Repository of Information on Large Credits ("**CRILC**") and weekly Special Mention Account ("SMA-2") reporting. The 2016 Directions also prescribed annual statutory auditor certificates, overseas investment returns and other category specific returns, which were filed through RBI reporting platforms including COSMOS and XBRL.

Pursuant to the Master Direction – Reserve Bank of India (Filing of Supervisory Returns) Directions, 2024 dated February 27, 2024 ("**Returns Directions**"), the Master Direction – Non-Banking Financial Company Returns (Reserve Bank) Directions, 2016 stands repealed, and the reporting framework for NBFCs (excluding HFCs) has been consolidated under a harmonised supervisory returns regime. Under the 2024 Returns Directions, the earlier NBS and ALM returns have been subsumed into revised DNBS return formats and timelines, including DNBS01/DNBS02 for financial parameters, DNBS03 for prudential norms, DNBS04A and DNBS04B for ALM reporting, DNBS09 for weekly reporting of defaulted borrowers (replacing the earlier SMA-2 reporting framework), DNBS10 for statutory auditor certificates and DNBS13 for overseas investment reporting. The Returns Directions also harmonise the filing timelines for supervisory returns and prescribe online submission through RBI designated portals including COSMOS, XBRL and CIMS, as applicable. Further, the applicability of returns has been aligned with the Scale Based Regulation framework for NBFCs

Outsourcing of Information Technology (IT) Services and Financial Services

All systemically important NBFCs (*classified as NBFC-ML or NBFC-UL, under the SBR Master Directions, as the case may be*) must implement the security enhancement requirements under the Master Direction on Information Technology Framework for the NBFC Sector, 2017 ("**IT Directions**") with respect to enhancing security of its Information Technology/Information security Framework ("**IT**") business continuity planning, disaster recovery and management. NBFCs must constitute an IT Strategy Committee and IT Steering Committee and formulate an IT and Information security policy in furtherance of the same. Further, a Cyber Crisis Management Plan must be formulated to address cyber intrusions and attacks. It has to be implemented by applicable NBFCs by June 2018.

On November 7, 2023, the RBI issued the Reserve Bank of India (Information Technology Governance, Risk, Controls, and Assurance Practices) Directions, 2023 **("2023 IT Directions")**, effective from April 1, 2024. These Directions apply to Banks, AIFIs, CICs, NBFC-MLs, NBFC-ULs, and NBFC-TLs. The erstwhile IT Directions shall continue to govern NBFC-BLs.

The 2023 IT Directions require that policies concerning information technology, information systems, business continuity, information security, and cyber security must be approved by the board and reviewed at least annually. Additionally, the enterprise-wide risk management or operational risk management policies must incorporate IT-related risks. NBFCs must also implement systems for regular monitoring of audit trails and system logs to identify unauthorized activities.

With a view to put in place necessary safeguards applicable to outsourcing of activities by NBFCs, the RBI has issued Directions on Managing Risks and Code of Conduct in Outsourcing of Financial Services by NBFCs, 2017 ("**Risk Management Directions**"). The Risk Management Directions specify that core management functions like internal auditing, compliance functions, decision making functions such as compliance with KYC norms shall not be outsourced by NBFCs.

On November 28, 2025, the RBI issued the Reserve Bank of India (Non-Banking Financial Companies – Managing Risks in Outsourcing) Directions, 2025 ("**Outsourcing Directions**"), which consolidate the regulatory framework on outsourcing of financial and IT services. The Outsourcing Directions were proposed to apply to all NBFCs' existing IT outsourcing agreements at the time of renewal or by April 10, 2026, whichever was earlier. NBFC-BLs are exempt from IT-related requirements in Chapter IV (*including Board-level IT outsourcing policy and periodic reviews*) but remain subject to financial services outsourcing requirements. Core management functions like internal audit, compliance, KYC decisions, credit decisions, and investment management cannot be outsourced, even within group entities. The Outsourcing Directions significantly elevate Board accountability, requiring Board

approval of all outsourcing policies and regular half-yearly reviews of material arrangements. Notably, the Outsourcing Directions clarify that in the case of outsourcing of services involving microfinance loans, NBFCs shall include a declaration in the loan agreement and in their fair practices code stating that they (i) remain responsible for any inappropriate behaviour of the employees of the service provider and (ii) will provide timely grievance redressal. A critical enforcement provision mandates that material IT or cyber incidents must be reported to the RBI within 6 hours of detection by the service provider, ensuring real-time supervisory oversight of operational resilience threats.

Reserve Bank of India (Priority Sector Lending – Targets and Classification) Directions, 2025 ("**PSL Master Directions**")

The RBI on March 24, 2025, notified the PSL Master Directions thereby revising the framework for priority sector lending. The PSL Master Directions specify*, inter alia*, that credit facilities extended by banks to registered NBFC-MFIs qualify as priority sector advances under agriculture, micro-small and medium enterprises, social infrastructure, and other categories, provided such NBFC-MFIs comply with the RBI's SBR Framework Master Directions. Eligible facilities include loans extended by banks (other than small finance banks (**"SFB"**)) to registered NBFC-MFIs that are members of an RBI-recognized self-regulatory organization ("**SRO**") for the relevant sector, for on-lending to individuals as well as to members of self-help groups **("SHGs")** and joint liability groups **("JLGs")**. Additionally, SFBs are permitted to extend loans to registered NBFC-MFIs and other MFIs that are members of an SRO and have a gross loan portfolio ("**GLP**") of up to ₹5000 Million as of March 31 of the previous year, for the purpose of on-lending to individuals. If the GLP of such NBFC-MFIs exceeds the prescribed limit at a later date, all priority sector loans sanctioned before the breach will continue to be classified as PSL by SFBs until repayment or maturity, whichever is earlier.

Furthermore, bank credit to registered NBFCs (other than NBFC-MFIs) for on-lending shall also be eligible for classification as priority sector advancements under the respective categories, subject to the following conditions (i) Agriculture: Up to ₹ 1 Million per borrower for the 'term lending' component under Agriculture; and (ii) Micro & Small Enterprises: Up to ₹2 Million per borrower.

On January 19, 2026, the RBI notified the Reserve Bank of India (Priority Sector Lending – Targets and Classification) (Amendment) Directions, 2026, further amending the PSL Master Directions. Pursuant to the PSL Amendment Directions, 2026, banks are now required to obtain external auditors' certificates from MFIs, NBFCs and HFCs in relation to loans classified as PSL under the on-lending route, confirming that the PSL benefit in respect of such loans has not been claimed from any other bank, with a view to preventing double counting of PSL benefits across lenders. The amendment also aligns the PSL framework with various recently issued RBI directions and master directions and introduce additional provisions relating to co-lending arrangements, assignment and securitisation transactions, revised PSL reporting timelines and PSL eligibility for loans extended by banks to the National Co-operative Development Corporation for on-lending to co-operative societies.

The Recovery of Debts and Bankruptcy Act, 1993

The Recovery of Debts and Bankruptcy Act, 1993 (the "**DRT Act**") provides for establishment of the Debts Recovery Tribunals (the "**DRTs**") for expeditious adjudication and recovery of debts due to banks and public financial institutions or to a consortium of banks and public financial institutions. Under the DRT Act, the procedures for recovery of debt have been simplified and time frames have been fixed for speedy disposal of cases. The DRT Act lays down the rules for establishment of DRTs, procedure for making application to the DRTs, powers of the DRTs and modes of recovery of debts determined by DRTs. These include attachment and sale of movable and immovable property of the

defendant, arrest of the defendant and his detention in prison and appointment of receiver for management of the movable or immovable properties of the defendant.

The DRT Act also provides that a bank or public financial institution having a claim to recover its debt, may join an ongoing proceeding filed by some other bank or public financial institution, against its debtor, at any stage of the proceedings before the final order is passed, by making an application to the DRT.

RBI directions on Wilful Defaulters

Further, the RBI notified the Master Directions on Wilful Defaulters dated July 30, 2024, effective from October 28, 2024 (**"Wilful Defaulter Directions"**). Pursuant to the Wilful Defaulter Directions, the RBI revamped the wilful defaulter regime in India by, *inter alia*, prescribing a fixed timeline of concluding the identification process of a wilful defaulter within 6 (six) months from the date of an account being classified as an NPA as well as providing a prospective wilful defaulter 2 (two) opportunities of presenting their defence before the (identification and review) committees, instead of the currently prescribed single opportunity to present their defence before the identification committee. In the Wilful Defaulter Directions, the term '*wilful default*' has been redefined, which would be deemed to have occurred if the borrower defaults in meeting payment/ repayment obligations to the lender and any one or more of the following features are noticed: (a) borrower has the capacity to honour the said obligations; (b) the borrower has diverted the funds availed under the credit facility from lender; (c) the borrower has siphoned off the funds availed under the credit facility from lender; (d) borrower has disposed of immovable or movable assets provided for the purpose of securing the credit facility without the approval of the lender; or (e) borrower or the promoter has failed in its commitment to the lender to infuse equity despite having the ability to infuse the equity, although the lender has provided loans or certain concessions to the borrower based on this commitment and other covenants and conditions. Further, special emphasis has been added on the capacity of the borrower to honour its obligations and diversion of funds. Diversion and siphoning of funds include the following situations: (i) utilization of short-term working capital funds for long-term purposes in contravention of the terms of sanction; (ii) utilization of borrowed funds for creation of assets other than those for which loan was sanctioned; (iii) transferring of funds to subsidiaries or group companies or other corporates; (iv) routing of funds through any bank other than the lender bank or consortium without prior permission of the lender; (v) investment in other companies by acquiring equities/debt instrument without the approval of lenders; (vi) shortfall in deployment of funds vis-à-vis the amounts disbursed / drawn without the difference being accounted for. After identification of Wilful Defaulters, the guidelines mandatorily direct the lenders to adopt certain penal measures, which include the following:

(i) No additional facilities will be granted by banks and financial institutions;

(ii) The bar on additional credit facility to a wilful defaulter or any entity with which a wilful defaulter is associated shall be effective for a period of 1 (one) year after the name of wilful defaulter has been removed from the List of Wilful Defaulters (LWD) by the lender;

(iii) No credit facilities shall be granted by any lender for floating of new ventures to a wilful defaulter or any entity with which a wilful defaulter is associated for a period of 5 (five) years after the name of wilful defaulter has been removed from the LWD by the lender;

(iv) Wilful defaulters or any entity with which a wilful defaulter is associated shall not be eligible for restructuring of credit facility. Subsequent to removal of the name of wilful defaulter from the

LWD, the wilful defaulter or any entity with which a wilful defaulter is associated shall be eligible for restructuring, subject to the paragraph (b) above.

(v) Further, pursuant to the RBI's 'Framework for Compromise Settlements and Technical Write-offs' dated June 8, 2023, NBFCs have been permitted to enter into compromise settlements and technical write-offs with respect to accounts categorised as wilful defaulters without prejudice to any criminal proceedings underway against such debtors.

On November 28, 2025, the RBI issued the Reserve Bank of India (Non-Banking Financial Companies – Treatment of Wilful Defaulters and Large Defaulters) Directions, 2025 ("**NBFC Wilful Defaulters Directions**"). The Wilful Defaulter Directions were accordingly consolidated into the NBFC Wilful Defaulters Directions, which consolidates the wilful defaulter regime together with the disclosure and reporting requirements under the Prudential Framework for Resolution of Stressed Assets, 2019 and the Directions on Submission of Financial Information to Information Utilities dated December 19, 2017, to the extent applicable to NBFCs, thereby integrating wilful defaulter reporting, resolution-related disclosures and information-utility submissions into a unified NBFC-specific regulatory framework.

Under the NBFC Wilful Defaulters Directions, NBFCs are required to undertake monthly reporting of wilful defaulters and large defaulters to all credit information companies (CICs), with separate disclosure of suit-filed and non-suit-filed accounts. The Directions mandate reporting of guarantors and directors (with Director Identification Numbers), and require prompt updation upon removal of names from the List of Wilful Defaulters. The Directions further clarify that NBFCs which subsequently cease to be eligible to classify borrowers as wilful defaulters pursuant to reclassification under the RBI SBR Framework Master Directions must nonetheless continue to furnish and update historical information already submitted to CICs.

Additionally, the NBFC Wilful Defaulters Directions clarify that the board-approved policy on wilful defaulters must expressly specify the threshold of outstanding exposure for initiating forensic audits, a requirement that was not explicitly provided for under the erstwhile directions. This clarification strengthens board oversight, enhances consistency in decision-making, and reinforces internal control mechanisms in the identification and treatment of wilful defaulters. The Directions further prescribe a two-stage process for wilful defaulter identification, wherein the Identification Committee issues a show-cause notice with full disclosure of materials and allows 21 days for written submissions, and the Review Committee (comprising MD/CEO as Chairperson and independent/non-executive directors) provides a 15-day window for written representation and offers a personal hearing before issuing a reasoned order. This two-opportunity framework embeds principles of natural justice in the identification process and strengthens borrower protections.

Non-Fund Based Credit Facilities by NBFCs

The RBI on August 6, 2025, issued the Reserve Bank of India (Non-Fund Based Credit Facilities) Directions, 2025 ("**NFB Directions**"). The NFB Directions provide for a regulatory framework for issue of non-fund based exposures like guarantees, letters of credit, co-acceptances, etc by Regulated Entities. The NFB Directions also specify the regulatory requirements for the issuance of partial credit enhancement facilities ("**PCE")**. The NFB Directions shall be effective from April 1, 2026, or at an earlier date as adopted by a regulated entity in accordance with its internal policy. Bonds issued by: (a) corporates and/or their special purpose vehicles for funding all types of projects; and (b) NBFCs with an asset size of INR 1,000 crore (Indian Rupees one thousand crore) or above, and registered with RBI, are eligible to be credit enhanced to the extent of 50% of the issue size of the bond.

PCEs are required to be provided at the time of bond issuance and must be irrevocable in nature. PCE proceeds may only be used for servicing the enhanced bonds and not for asset acquisition, project expenses, corporate purposes, or for servicing any other lenders, regardless of creditor seniority or facility end-use. NBFCs are not permitted to invest in corporate bonds that have been credit enhanced by other Regulated Entities. The tenor of bonds issued by NBFCs/HFCs that have been credit enhanced by a PCE facility cannot be less than 3 (three) years. Subsequently, on November 28, 2025, the RBI notified the Reserve Bank of India (Non-Banking Financial Companies – Credit Facilities) Directions, 2025 (the **"NBFC Credit Facilities Directions"**), which consolidate the regulatory instructions applicable to NBFCs in relation to credit facilities, including PCEs, under Chapter VII thereof. Accordingly, PCEs provided by NBFCs are now governed by the NBFC Credit Facilities Directions.

RBI directions on Alternative Investment Funds

The RBI by way of its circular bearing number RBI/2023-24/90 DOR.STR.REC.58/21.04.048/2023-24 dated December 19, 2023, has prohibited **("AIF Circular")** the Regulated Entities from making any investments in any scheme of alternate investment funds ("**AIFs**") which downstream investments, either directly or indirectly in a debtor company of the Regulated Entity.

RBI by way of circular dated March 27, 2024, has clarified that the downstream investments (*as mentioned in the AIF Circular*) shall exclude investments in equity shares of the debtor company of the Regulated Entity.

The RBI has further clarified that provisioning requirements in the AIF Circular, shall be restricted to investments by the Regulated Entities in the AIF, further invested by such AIF in the debtor company. Furthermore, RBI clarified that the paragraph 3 of the AIF Circular prescribing deductions from the Regulated Entity's capital funds, shall be only applicable in case where such AIFs does not have any downstream investments. Further, the capital deductions as prescribed under the AIF Circular shall be deducted equally from Tier-1 and Tier-2 capital of the Regulated Entity.

In case of AIFs having downstream investments, the conditions prescribed under Paragraph 2 of the AIF Circular[1] shall be applicable. The RBI has also clarified that investment of subordinated units of AIF scheme includes all forms of subordinated exposures including the investments in the sponsor units of an AIF.

Notably, the RBI has clarified that the investment by the Regulated Entities in the AIF through intermediaries such as funds of funds or mutual funds will be outside the scope of the AIF Circular.

The RBI issued the Reserve Bank of India (Investment in AIF) Directions, 2025 ("**AIF Directions**") on July 29, 2025, governing the terms and conditions on investment by the Regulated Entities in

[1] Paragraph 2, AIF Circular specifies the following:
"In order to address concerns relating to possible evergreening through this route, it is advised as under:
(i) REs shall not make investments in any scheme of AIFs which has downstream investments either directly or indirectly in a debtor company of the RE.
Explanation: The debtor company of the RE, for this purpose, shall mean any company to which the RE currently has or previously had a loan or investment exposure anytime during the preceding 12 months.
(ii) If an AIF scheme, in which RE is already an investor, makes a downstream investment in any such debtor company, then the RE shall liquidate its investment in the scheme within 30 days from the date of such downstream investment by the AIF. If REs have already invested into such schemes having downstream investment in their debtor companies as on date, the 30-day period for liquidation shall be counted from date of issuance of this circular. REs shall forthwith arrange to advise the AIFs suitably in the matter.
(iii) In case REs are not able to liquidate their investments within the above-prescribed time limit, they shall make 100 percent provision on such investments."

schemes issued by AIFs. These directions are effective from January 1, 2026, or from any earlier date as decided by a Regulated Entity as per its internal policy.

The Directions set down definite investment limits for Regulated Entities as follows:

1. Individual Limit: a single Regulated Entity's contribution to any AIF scheme will be capped at 10% (ten per cent) of its corpus;

2. Collective Limit: a ceiling of 20% (twenty per cent) will apply for investment by all Regulated Entities together in an AIF scheme; and

In terms of the Directions, if the investment by any Regulated Entity exceeds 5% of the corpus of the scheme, and if the scheme has downstream debt investment in a debtor company of the Regulated Entity (excluding equity instruments), then the Regulated Entity will be required to make 100% provision to the extent of its proportionate exposure through the AIF scheme subject to a maximum of the direct loan and/ or investment exposure of the Regulated Entity to the debtor company. Notwithstanding the above, if the contribution by such an entity is in the form of subordinated units, then it shall deduct the entire investment from its capital funds (proportionately from both tier-1 and tier-2 capital).

Notably, the outstanding investments or commitments of a Regulated Entity, made with prior approval from the RBI under the provisions of Master Direction – Reserve Bank of India (Financial Services provided by Banks) Directions, 2016, are excluded from the scope of paragraphs 6(a) and 6(b) of these Directions.

On November 28, 2025, the RBI issued the Reserve Bank of India (Non-Banking Financial Companies – Undertaking of Financial Services) Directions, 2025 consolidating the instructions on undertaking financial services by NBFCs including in relation to the investments in AIFs ("**Financial Services Directions**") read with the Reserve Bank of India (Non-Banking Financial Companies – Classification, Valuation and Operation of Investment Portfolio) Directions, 2025. Accordingly, the instructions contained in the AIF Directions, as applicable to NBFCs, have been consolidated in the aforesaid directions.

Securities and Exchange Board of India (Alternative Investment Funds) Regulations, 2012 ("SEBI AIF Regulations")

Under the SEBI AIF Regulations, a 'manager' is a person or an entity who has been appointed by an alternative investment fund ("AIF") to manage its investments. The manager of an AIF can also be the sponsor of an AIF. For Category I and II AIFs, the manager or the sponsor of an AIF is required to maintain a continuing interest in an AIF. The category I and II AIFs cannot invest more than 25% of their investible funds in one investee company. A category III AIF cannot invest more than 10% of its investible funds in one investee company. A certificate of registration is mandatory for an entity or a person to act as an AIF and such certificate shall be granted, subject to compliance with the requisite conditions under the SEBI AIF Regulations. The registration of an AIF is, amongst other things, also dependent on the ability of the manager to effectively discharge its activities by having the necessary infrastructure and manpower. All AIFs are required to state their investment strategy, investment purpose and their investment methodology in the placement memorandum to the investors. The manager is required to be a 'fit and proper person', based on the criteria specified in Schedule II of the Securities and Exchange Board of India (Intermediaries) Regulations, 2008. The obligations of the manager include maintenance of records, addressing the complaints of the investors, taking steps to address conflicts of interest, ensuring transparency and providing all information sought by SEBI. The

manager or sponsor of an AIF is required to appoint a custodian who is registered with SEBI for safekeeping of the securities of such AIF. The manager is also required to establish and implement written policies and procedures to identify, monitor and appropriately mitigate conflict of interest throughout the scope of business. Funds of Category I AIFs are allowed to invest in units of Category I AIFs of the same sub-category. Funds of Category II AIFs and Category III AIFs are allowed to invest in units of Category I or Category II AIFs.

SEBI, through its amendment to the SEBI AIF Regulations dated September 8, 2025 ("**AIF Amendment**"), has introduced the framework governing co-investment schemes ("**CIS**") by accredited investors of Category I and Category II AIFs.

As per the AIF Amendment, accredited investors of Category I or Category II AIFs are now permitted to invest in the unlisted securities issued by investee companies where such Category I AIFs and Category II AIFs invest through the AIF scheme to which the relevant CIS is affiliated. AIFs are required to file a placement memorandum (shelf placement memorandum including principal terms in relation to the co-investment, governance structure, etc) before launching any CIS. Additionally, by way of a circular dated September 9, 2025, SEBI has prescribed the operational requirements for CIS. Each CIS must be ring-fenced through separate accounts (including bank and demat), and the terms offered to co-investors shall not be more favourable than the terms applicable to the AIF's investment in the same investee company.

SEBI, through its amendment to the SEBI AIF Regulations dated November 18, 2025 ("**AIF Third Amendment**"), has introduced the concept of an **'Accredited-Investors-Only Fund'**, being an AIF or AIF scheme in which all investors, other than the manager, sponsor, and their employees or directors, are accredited investors, and has clarified that such category includes large value funds for accredited investors. The AIF Third Amendment rationalises the regulatory framework applicable to such funds by excluding accredited investors from the computation of the maximum number of investors permitted in an AIF scheme, exempting accredited-investors-only funds from certain sponsor commitment and investment diversification requirements, and permitting the manager to discharge trustee responsibilities in respect of such funds. The amendment further reduces the minimum investment threshold for large value funds for accredited investors from INR 70 crore to INR 25 crore and permits existing AIF schemes to convert into accredited-investors-only funds or large value funds for accredited investors, subject to compliance with conditions specified by SEBI.

Securities and Exchange Board of India Master Circular for Alternative Investment Funds dated May 07, 2024 ("SEBI Master Circular on AIFs")

The SEBI Master Circular on AIFs is a compilation of all the existing/applicable circulars issued by SEBI to AIFs from time to time. The Master Circular on AIFs includes the procedure to be followed for filing private placement memorandum which is the primary document in which all the necessary information about an AIF is disclosed to prospective investors. It also comprises the investment method in AIFs by which the AIFs may raise funds from any investor whether Indian, foreign or non-resident Indians, by way of issue of units. The obligations of a manager, sponsor and trustee of an AIFs along with the code of conduct that all managers are required to follow is also provided under the SEBI Master Circular on AIFs. The guidelines for AIFs to report their investment activities under Regulation 28 of the SEBI AIF Regulations with respect to the activities carried out by an AIF are also provided in the SEBI Master Circular on AIFs. The SEBI has prepared an investor charter with a view to provide relevant information to investors about the various activities pertaining to AIFs which is required to be adhered to by the AIFs.

Master Direction - Reserve Bank of India (Internal Ombudsman for Regulated Entities) Directions, 2023 dated December 29, 2023

The Reserve Bank of India (RBI), through its circular No. RBI/CEPD/2023-24/108 CEPD.PRD.No.S1228/13.01.019/2023-24 dated December 29, 2023, has issued the Master Direction - Reserve Bank of India (Internal Ombudsman for Regulated Entities) Directions, 2023 ("**Internal Ombudsman Directions**"). The Internal Ombudsman Directions mandates all scheduled commercial banks, NBFCs, non-bank system participants and credit information companies to comply with the updated guidelines on the internal ombudsman mechanism.

The Internal Ombudsman Directions consolidates and updates the framework applicable to the mechanism governing the appointment of an internal ombudsman ("**IO**") and aims to strengthen the internal grievance redress system within Regulated Entities (including NBFCs), thereby ensuring an independent, apex-level authority for consumer grievance redressal. The Internal Ombudsman Directions are applicable to deposit-taking NBFCs with 10 or more branches and non-deposit taking NBFCs with an asset size of ₹ 50 billion and above having public interface. The IO is required to be appointed based on specific eligibility criteria, including a minimum of 7 (seven) years of experience in relevant fields and not being a former or current employee of the Regulated Entity or its related parties. The Internal Ombudsman Directions also outline the procedural guidelines for complaint redressal by the IO, including the formulation of a standard operating procedure (SOP) and the establishment of a fully automated complaints management software for auto-escalation of rejected complaints.

On January 14, 2026, RBI issued the Reserve Bank of India (Non-Banking Financial Companies - Internal Ombudsman) Directions, 2026 ("**NBFC Internal Ombudsman Directions**") which have come into force with immediate effect, subject to specified provisions being required to be complied with by June 30, 2026.

The NBFC Internal Ombudsman Directions introduce substantive changes, including the expansion of the IO's scope to address partly resolved complaints, thereby requiring the NBFC to refer not only rejected but also partially addressed grievances to the IO before closure. The IO is now expressly empowered to award compensation to customers in line with the NBFC's internal policy and in accordance with the Reserve Bank – Integrated Ombudsman Scheme, as amended from time to time, including compensation for consequential loss, loss of time, expenses incurred and mental agony.

The NBFC Internal Ombudsman Directions have introduced the classification of complaints into three categories namely, 'fully resolved', 'partly resolved' and 'wholly rejected' within the NBFC's complaint management system, for ease of recording decisions and facilitating automatic escalation to the internal ombudsman. Further, the NBFC Internal Ombudsman Directions consolidate reporting into a single quarterly format, require annual Board review of the adequacy of IO appointments, and provide a six-month transition period for compliance with specific provisions.

Master Direction - Reserve Bank of India (Commercial Paper and Non-Convertible Debentures of original or initial maturity up to one year) Directions, 2024 dated January 03, 2024

The Reserve Bank of India, through its notification no. RBI/FMRD/2023-24/109 FMRD.DIRD.09/14.02.001/2023-24 dated January 03, 2024, has issued the Master Direction – Reserve Bank of India (Commercial Paper and Non-Convertible Debentures of original or initial maturity up to one year) Directions, 2024 ("**Commercial Paper Master Directions**"). This directive is applicable to all market participants dealing in commercial papers (CPs) and/or non-convertible debentures of

original or initial maturity up to 1 (one) year and shall be effective from April 01, 2024. The Commercial Paper Master Directions consolidate and update the regulatory framework governing the issuance and conduct of commercial papers and the aforementioned non-convertible debentures following a comprehensive review based on market feedback. The commercial papers and non-convertible debentures shall now be compulsorily required to be issued in dematerialized form in minimum denomination of ₹ 0.5 million and in multiples of ₹ 0.5 million thereafter. Funds raised through commercial papers and non-convertible debentures must be ordinarily used to finance current assets and operating expenses and be disclosed in the offer letter for these instruments.

The Commercial Paper Master Directions have *inter alia* stipulated the eligibility criteria for issuers and investors and other issuance and investment conditions as well as reporting requirements for such issuances. RBI has highlighted the need for issuers to adhere to specified standards including credit rating minimums, disclosure norms and end-use restrictions, to enhance transparency and investor protection in these markets. Additionally, the Commercial Paper Master Directions also outline the roles and responsibilities of intermediaries including issuing and paying agents, debenture trustees, and credit rating agencies to ensure compliance and maintain market integrity.

Laws applicable to insurance subsidiaries

The Insurance Act, 1938 ("Insurance Act") and the IRDAI Act, 1999 ("IRDAI Act")

The Insurance Act along with the various regulations, guidelines and circulars issued by IRDAI, govern, amongst other matters, registration of the insurers, opening of new places of business, accounts and balance sheet, audit of financial statements, actuarial report and abstract, insurance intermediaries and agents, investment of funds, valuation of assets and liabilities, solvency margins to be maintained by the insurer, restriction on dividends, limits on expenses of management, commission and/or remuneration and/ or rewards payable to insurance agents and intermediaries, requirement to be Indian owned and controlled and obligation of insurers in respect of motor third party insurance business. The IRDAI came into existence by virtue of promulgation of the IRDAI Act to regulate, promote and ensure orderly growth of the insurance sector in India and to protect the interests of policyholders.

Under the Insurance Act, insurers are required to be registered with the IRDAI for carrying out any class of insurance business, including general insurance in India. The Insurance Act stipulates, among other things, certain requirements with respect to the capital structure for insurers including minimum paid-up equity capital and equal voting rights. Insurers are required to maintain records of policies, including the details of policyholders, nominations of claims, details of discharge or rejection of claims, register of insurance agents, etc.

Under the Insurance Act, an insurer must qualify as an "Indian insurance company" in order to carry on insurance business in India. For this purpose, an Indian insurance company must: (i) be formed and registered as a public company under the Companies Act, 2013; (ii) ensure that the aggregate holdings of equity shares by foreign investors, including portfolio investors, do not exceed seventy-four percent of its paid-up equity capital; and (iii) have as its sole purpose the carrying on of life insurance business, general insurance business, re-insurance business or health insurance business. Further, the Indian Insurance Companies (Foreign Investment) Rules, 2015 prescribe requirements to ensure resident Indian control of an Indian insurance company. In particular, in a company having foreign investment, (i) a majority of its directors, (ii) a majority of its key managerial personnel, and (iii) at least one among the chairperson of its Board, the managing director and the chief executive officer, are required to be resident Indian citizens.

Further, a general insurance company is required to have capital consisting of equity shares each having a simple face value and such other form of capital as may be specified by regulations. The voting rights of the shareholders are required to be restricted to such equity shares and to be proportionate to the paid-up equity share capital held by them. With respect to investments of assets, the Insurance Act mandates insurers to keep invested assets in a prescribed manner in Government securities and such other approved investments. Further, the Government securities and other approved securities where assets are to be invested are required to be held by the insurers free of any encumbrance, charge, hypothecation or lien. Certain restrictions on investments of assets and controlled fund have also been prescribed, including investment in shares or debentures of a private limited company.

Further, any appointment, re-appointment or termination of appointment or amendment of the terms of remuneration, of a managing or whole-time director, executive directors, manager or chief executive officer of an insurance company requires the prior approval of the IRDAI.

IRDAI has specified norms for issuance of capital which require insurers to obtain prior approval of the IRDAI for issuance of capital by way of public issue or any subsequent issue of equity shares.

The Insurance Laws (Amendment) Act, 2015 ("Amendment")

The Amendment introduced several changes in the scheme of the Insurance Act, amongst other things, in relation to ownership and control, capital, enhancement of administrative and enforcement powers and responsibilities of IRDAI. Additionally, the Amendment also encourages electronic form of policy records and claims. The Amendment provides that every insurer shall, in respect of all business transacted by him, endeavour to issue policies above a specified threshold in terms of sum assured and premium in electronic form, in the manner and form to be specified by the regulations made under this Act.

As regards foreign investors, the cap on aggregate holding of equity shares by foreign investors, including portfolio investors, was raised to 74% of paid-up capital from the erstwhile 49% pursuant to the Indian insurance Companies (Foreign Investment) Amendment Rules, 2021. Further, the Amendment permitted insurers to raise capital through instruments other than equity. In this regard, IRDAI had issued regulations, titled Insurance Regulatory and Development Authority of India (Registration, Capital Structure, Transfer of Shares and Amalgamation of Insurers) Regulations, 2024, which permit insurers to raise capital by way of preference shares and subordinated debt instruments without obtaining prior approval from the IRDAI. The Amendment empowers the insurance companies to appoint agents subject to fulfilment of the criteria stipulated by IRDAI. The Amendment further accorded powers to IRDAI to regulate the commission payable to the agents and intermediaries through appropriate regulations.

The Amendment has extended the powers of the IRDAI for regulating various day to day operations and activities of insurance companies by issuing regulations with respect to the same. In furtherance to the Amendment, the IRDAI has issued regulations and guidelines on registration and licensing of insurance companies, investments, pricing of put or call options in joint venture agreements where one of the joint venture parties is a foreign entity, assets liability and solvency margin requirements, insurance agents and intermediaries, corporate governance requirements, transfer of shares, opening, closure and relocation of branches, expenses of management, advertising, accounting procedure and reporting formats, granting of loans and advances, maintenance of records, obligation of insurer in respect of motor third party insurance business, reinsurance and outsourcing of activities.

Insurance Regulatory and Development Authority of India (Registration, Capital Structure, Transfer of Shares and Amalgamation of Insurers) Regulations, 2024 ("Registration Regulations")

On March 20, 2024, the IRDAI notified the Insurance Regulatory and Development Authority (Registration, Capital Structure, Transfer of Shares and Amalgamation of Insurers) Regulations, 2024 which overhauled substantial provisions of the prior registration regulations. The Registration Regulations, as amended from time to time prescribe the manner and procedure for obtaining registration for undertaking insurance business in India. The Registration Regulations also lays down the provisions relating to renewal, suspension, and cancellation of registrations. Further, the insurer is required to pay an annual fee to the IRDAI in accordance with the regulations. As regards transfer of equity shares, insurers are required to obtain prior approval of the IRDAI in the event (i) the total paid up capital held by the transferee is likely to exceed 5% of the paid up capital after the transfer, or (ii) the nominal value of equity shares intended to be transferred by any individual, firm, group, constituents of a group or body corporate under the same management, jointly or severally, exceeds 1% of the paid up capital of the insurance company. In case there is investment by a single investor, it cannot be more than 25%, and investment by all investors cannot exceed 50% of the paid up equity share capital of such insurance company. The IRDAI has prescribed relevant regulations in this regard. Additionally, the IRDAI has issued the "Master Circular on Registration, Capital Structure, Transfer of Shares and Amalgamation of Insurers, 2024 dated May 15, 2024", which are applicable to all insurance companies whose equity shares are listed on the stock exchanges and to the allotment process pursuant to a public issue. Accordingly, the transfer of equity shares in insurance companies shall be in the manner as prescribed under the aforementioned guidelines.

The Insurance Ombudsman Rules, 2017 ("Ombudsman Rules")

The Ministry of Finance, Department of Financial Service (Financial Division) vide a notification dated April 25, 2017, made the Insurance Ombudsman Rules to resolve all complaints of all personal lines of insurance, group insurance policies, policies issued to sole proprietorships and micro enterprises in a cost effective and impartial manner. The Ombudsman Rules are applicable to all the insurers and their agents and intermediaries and prescribe for constitution and composition of executive council of insurer which shall issue guidelines relating to administration, secretariat, infrastructure and other aspects of the functioning of insurance ombudsman system. The Insurance Ombudsman Rules lay down the procedure for selection, term of office, remuneration and territorial jurisdiction of ombudsman and also prescribe the duties and functions of insurance ombudsman and the manner in which the complaint is to be made, the procedure for redressal of grievance, nature of complaints to be entertained and the manner of passing award in case the complaint is not settled by way of mediation.

Insurance Regulatory and Development Authority of India (Protection of Policyholder's Interests, operations and allied matters of insurers) Regulations, 2024 ("Protection of Policyholders' Interests Regulations")

The Protection of Policyholders' Interests Regulations provide comprehensive guidelines aimed at ensuring fair treatment of policyholders during the solicitation and sale of insurance policies, and throughout their engagement with insurers.

The Protection of Policyholders' Interests Regulations mandate that all insurers have a board-approved policy to protect policyholders' interests, covering aspects such as insurance awareness, expeditious resolution of complaints, and measures to prevent mis-selling and unfair business practices. Insurers are required to issue policies in electronic form where applicable and ensure that all material information, including policy terms and conditions, premium details, free look period, claims

procedures, coverage, exclusions, and grievance redress mechanisms—is disclosed clearly in policy documents.

Moreover, the Protection of Policyholders' Interests Regulations emphasize the need for a robust framework for grievance redressal, including the establishment of a fully automated complaints management system to handle and escalate complaints effectively. The insurers are also tasked with implementing technology solutions to enhance service efficiency and ensuring inclusivity and accessibility of insurance cover to persons with disabilities.

The Protection of Policyholders' Interests Regulations also simplify operational processes for insurers by removing the need for prior approvals for opening new business places and eliminating the requirement to file advertisements with the authority. These measures are intended to reduce administrative burdens and facilitate smoother business operations.

Insurance Regulatory and Development Authority of India (Actuarial, Finance and Investment Functions of Insurers) Regulations, 2024 (the "Actuarial Regulations")

The IRDAI on March 20, 2024, notified the Insurance Regulatory and Development Authority of India (Actuarial, Finance and Investment Functions of Insurers) Regulations, 2024, thereby superseding the erstwhile Insurance Regulatory and Development Authority (Appointed Actuary) Regulations, 2022.

The Actuarial Regulations state that an insurer shall not carry on business of insurance without an appointed actuary for a period exceeding one year and require that the insurers appoint a person fulfilling the eligibility requirements, to act as an appointed actuary, after seeking the approval of the IRDAI in the prescribed format in this regard. The appointed actuary needs to keep available all the records of the company to conduct actuarial valuation of the liabilities and assets of the insurer, express opinions on the underwriting policy, reinsurance arrangements and effective implementation of risk management systems and pay due regards to generally accepted actuarial principles while carrying out any task. The appointed actuary of a general insurance company is also required to *inter alia*, ensure that the premium rates of insurance products are fair and the actuarial principles have been creed in determination of incurred but not reported claims and other reserves (including reserves for incurred but not enough reported claims and other premium deficiency reserve).

Laws applicable to housing finance company subsidiary

The National Housing Bank Act 1987 ("NHB Act")

The NHB Act was enacted to establish the NHB to operate as the principal agency for the promotion of HFCs, both at the local and regional levels, and to provide financial and other support to such institutions for matters connected therewith or incidental thereto. The role of NHB includes, among others:

a) promoting, establishing, supporting or aiding in the promotion, establishment and support of HFCs;

b) making loans and advances or other forms of financial assistance for housing activities of HFCs, scheduled banks, state co-operative agricultural and rural development banks or any other institution or class of institutions as may be notified by the central government;

c) guaranteeing the financial obligations of HFCs and underwriting the issue of stocks, shares, debentures and other securities of HFCs;

d) formulating one or more schemes for the purpose of mobilisation of resources and extension of credit for housing;

e) providing guidelines to HFCs to ensure their growth on sound lines; and providing technical and administrative assistance to HFCs and exercising all powers and functions in the performance of duties entrusted to the NHB under the NHB Act or under any other law for the time being in force; and

f) imposing penalties on HFCs in cases of for non-compliance, including failure to furnish documents, violation of its directions, or breach of provisions of the NHB Act.

Pursuant to the Finance Act 2019, the NHB Act, as amended, has come into force on August 9, 2019 **("NHB Act Amendments").** As a result of the NHB Act Amendments, amongst others, (i) application for registration as a HFC is required to be made to the RBI under the NHB Act, in place of NHB; (ii) HFCs are required to create reserve fund as per the provisions under the RBI Act and (iii) the RBI has the power to determine policy and issue directions in relation to housing finance institutions. Further, the RBI vide the notification dated November 11, 2019, has amended the 'Master Directions-Exemptions from the RBI Act, 1934' by withdrawing the existing exemptions available to HFCs under the RBI Act.

Master Direction - Reserve Bank of India (Housing Finance Companies) Directions, 2025("HFC Directions 2025")

On November 28, 2025, the RBI issued the Reserve Bank of India (Housing Finance Companies) Directions, 2025, repealing and replacing the Reserve Bank of India (Housing Finance Companies) Directions, 2021 ("**HFC Directions 2021**"). The HFC Directions consolidate the existing instructions applicable to HFCs and introduce certain clarificatory changes, including a dedicated chapter defining the role of the board of directors and periodic policy reviews to be undertaken by HFCs. Additionally, the HFC Directions mark a structural shift in further integrating housing finance companies within the scale-based regulations framework. Consequently, provisions relating to, *inter alia*, asset classification and provisioning norms, liquidity risk management (including the LCR glide paths), ALM prescriptions, exposure limits and investment valuation norms along with detailed disclosure formats and compliance annexures have been migrated into the corresponding NBFC Directions as mentioned below.

Pursuant to the RBI (NBFC - Credit Information Reporting) Amendment Directions, 2025, the CIC reporting frequency are to be enhanced to four times per month (effective July 1, 2026). Reporting snapshots are required on the 9th, 16th, 23rd, and last day of each month, with full-file reporting required only on the last day of each month and incremental reporting on the 9th, 16th, and 23rd of each month.

Income recognition

The HFC Directions 2025 read with the NBFC Income Recognition, require that the income recognition of HFCs should be based on recognised accounting principles. Income including interest, discount, hire charges, lease rentals or any other charges on NPAs shall be recognized only when actually realised. Any such income recognised before the asset became non-performing and remaining unrealised shall be reversed. Further, income from dividend on shares of corporate bodies and units of mutual funds shall be taken into account on cash basis. However, the income from dividend on shares of corporate bodies may be taken into account on an accrual basis when such dividend has been declared by the corporate body in its annual general meeting and the right to receive payment is established. Income

from bonds and debentures of corporate bodies and from government securities or bonds may be taken into account on an accrual basis provided that the interest rate on these instruments is pre-determined and interest is serviced regularly and is not in arrears. Income on securities of corporate bodies or public sector undertakings, the payment of interest and repayment of principal of which have been guaranteed by the Central Government or a State Government, may be taken into account on an accrual basis.

Provisioning requirement

The HFC Directions 2025 read with the NBFC Income Recognition Directions, require that every HFC, after taking into account the time lag between an account becoming non-performing, its recognition as such, the realisation of the security and the erosion over time in the value of the security charged, is required to make provision against sub-standard assets, doubtful assets and loss assets in accordance with the NBFC Income Recognition Directions.

Capital Adequacy Ratio

The HFC Directions 2025 read with the NBFC Capital Adequacy Directions, require HFCs to maintain a minimum capital adequacy ratio, consisting of Tier I Capital and Tier II Capital not less than 15% of its aggregate risk-weighted assets and risk-adjusted value of off-balance sheet items.

Corporate Governance

The HFC Directions 2025 introduce a dedicated chapter on the role of board of directors and periodic policy reviews, and prescribe corporate governance requirements covering, inter alia, constitution of committees of the board of an HFC, appointment of chief risk officer (for HFCs with asset size more than ₹50 billion), fit and proper criteria for the appointment of directors, disclosure and transparency in annual reporting, rotation of partners of statutory auditors and framing of internal guidelines and board-approved policies on corporate governance.

Further, the HFC Directions 2025 provide that the provisions of the NBFC Governance Directions apply to HFCs to the extent consistent with the HFC framework, thereby aligning governance standards applicable to HFCs with the scale-based regulatory framework applicable to NBFCs.

Further, all private placements of non-convertible debentures by HFCs shall be governed by instructions contained in the Reserve Bank of India (Non-Banking Financial Companies – Miscellaneous) Directions, 2025, as applicable to HFCs.

Miscellaneous

The Securitisation and Reconstruction of Financial Assets and Enforcement of Security Interest Act, 2002("SARFAESI Act")

The SARFAESI Act regulates the securitization and reconstruction of financial assets of banks and financial institutions. The RBI has issued guidelines to banks and financial institutions on the process to be followed for sales of financial assets to ARCs. These guidelines provide that a bank or a financial institution or a notified NBFC may sell financial assets to an ARC provided the asset is an NPA. While taking recourse to the sale of secured assets in terms of Section 13(4) of the SARFAESI Act, a securitisation company may itself acquire the secured assets, either for its own use or for resale, only if the sale is conducted through a public auction.

As per the SARFAESI (Amendment) Act of 2004, non-performing assets have been defined as an asset or account of a borrower, which has been classified by a bank or financial institution as sub-standard, doubtful or loss asset in accordance with directions or guidelines issued by the RBI. In case the bank or financial institution is regulated by a statutory body/authority, NPAs must be classified by such regulated entity in accordance with guidelines issued by such regulatory authority. The RBI has issued guidelines on classification of assets as NPAs. Further, these assets are to be sold on a "without recourse" basis only.

The SARFAESI Act provides for the acquisition of financial assets by securitization company or reconstruction company from any bank or financial institution on such terms and conditions as may be agreed upon between them. A securitization company or reconstruction company having regard to the guidelines framed by the RBI may, for the purposes of asset reconstruction, provide for measures such as the proper management of the business of the borrower by change in or takeover of the management of the business of the borrower, the sale or lease of a part or whole of the business of the borrower and certain other measures such as rescheduling of payment of debts payable by the borrower; enforcement of security.

Additionally, under the provisions of the SARFAESI Act, any securitization company or reconstruction company may act as an agent for any bank or financial institution for the purpose of recovering its dues from the borrower on payment of such fee or charges as may be mutually agreed between the parties. Various provisions of the SARFAESI Act have been amended by the Enforcement of Security Interest and Recovery of Debt Laws and Miscellaneous Provisions (Amendment) Act, 2016 as also the Insolvency and Bankruptcy Code, 2016. As per this amendment, the Adjudicating Authority under the Insolvency and Bankruptcy Code, 2016 shall by order declare moratorium for prohibiting, *inter alia*, any action to foreclose, recover or enforce any security interest created by the corporate debtor in respect of its property including any action under the SARFAESI Act.

Further, in accordance with Ministry of Finance notification no. S.O. 856(E) dated February 24, 2020, read with notification no. S.O. 652(E). dated February 12, 2021, the eligibility limit for enforcement of security interest for non-banking financial companies with respect to secured debt recovery under the provisions contained in the SARFAESI Act, by NBFCs (having assets worth ₹ 1 billion and above) has been reduced from ₹ 5 million to ₹ 2 million.

SEBI, by way of notification dated February 28, 2025, has notified that all NBFCs, including HFCs, are now categorised as "qualified buyers" under Section 2(1)(u) of the SARFAESI Act. Such NBFCs and HFCs may participate as qualified buyers provided that defaulting promoters or their related parties do not, directly or indirectly, gain access to secured assets through such security receipts, and they comply with any additional conditions specified by the Reserve Bank of India from time to time.

Master Direction – Reserve Bank of India (Asset Reconstruction Companies) Directions, 2025 ("ARC Master Directions")

On November 28, 2025, RBI issued the Reserve Bank of India (Asset Reconstruction Companies) Directions, 2025, consolidating the regulatory framework applicable to asset reconstruction companies. Consequently, the Reserve Bank of India (Asset Reconstruction Companies) Directions, 2024, stands repealed, and the regulatory requirements applicable to ARCs are now governed solely by the ARC Master Directions and the ancillary directions specifically issued for ARCs, namely: (i) the Reserve Bank of India (Asset Reconstruction Companies – Know Your Customer) Directions, 2025; (ii) the Reserve Bank of India (Asset Reconstruction Companies – Treatment of Wilful Defaulters and Large

Defaulters) Directions, 2025; and (iii) the Reserve Bank of India (Asset Reconstruction Companies – Credit Information Reporting) Directions, 2025.

The ARC Directions substantially consolidate the existing regulatory framework applicable to ARCs, while also introducing certain clarifications and additional compliance requirements. These include, inter alia, explicit recognition of the option to submit specified regulatory applications through the RBI's Platform for Regulatory Application, Validation, and Authorisation (PRAVAAH), the mandatory formulation of a board-approved Fair Practices Code and the incorporation of previously cross-referenced requirements relating to, inter alia, responsible lending conduct, accounting standards, and submission of financial information to information utilities. Further, regulatory prescriptions relating to credit reporting, know-your-customer norms, and the framework for reporting wilful defaulters and large defaulters have been segregated into ARC-specific directions, without substantive modification to their underlying requirements.

Registration Requirements

The ARC Master Directions mandates a minimum net owned fund ("**NOF**") of ₹3 Billion to commence the business of asset reconstruction or securitisation. Existing ARCs must ensure compliance with this minimum NOF requirement by March 31, 2026.

Permissible Activities

The ARC Master Directions specify that ARCs may undertake activities prescribed under Section 10 of the SARFAESI Act, 2002. Additionally, ARCs are permitted to act as resolution applicants under the Insolvency and Bankruptcy Code, 2016, subject to meeting certain conditions, including an NOF requirement of ₹10 Billion. Further, ARCs are restricted from purchasing real estate or constructing structures, except to the extent of 10% (ten percent) of their own funds and in the ordinary course of their business of asset reconstruction under the SARFAESI Act. Additionally, any real estate acquired in the ordinary course of business must be disposed of within five years from the date of such acquisition or such extended period as may be permitted by RBI.

Policy regarding change in or takeover of management

ARCs must have a board-approved policy on the change in or takeover of a borrower's management, which must be communicated to the borrowers. Before initiating any change, ARCs must conduct due diligence to document the reasons for default and assess the necessity of such action. The proposal must be reviewed by an independent advisory committee ("**IAC**"), which evaluates the borrower's financial position and recovery prospects. Further, the role of the new management shall be limited to recovery of dues of the ARCs.

Acquisition of Financial Assets and Securitisation

ARCs must adopt a board-approved financial asset acquisition policy within 90 (ninety) days of receiving their certificate of registration. Additionally, securitisation must be carried out in accordance with Section 7 of the SARFAESI Act through one or more trusts established exclusively for this purpose. Each scheme floated by an ARC trust for issuing security receipts must be governed by a board-approved policy. Security receipts may only be issued to and transferred between qualified buyers, which now include all NBFCs and HFCs (effective February 2025, following RBI's expansion of the qualified buyers' definition). ARCs are also required to invest a minimum of: (i) 15% (fifteen percent) of the transferor's investments; or (ii) 2.5% (two point five percent) of the security receipts

issued, whichever is higher, of each class of SRs issued by them under each scheme on an ongoing basis till the redemption of all the SRs.

Prudential Regulations

The ARC Master Directions prescribe prudential regulations, including maintaining a capital adequacy ratio of at least 15% (fifteen percent) of total risk-weighted assets. The risk-weighted assets shall be calculated as the weighted aggregate of both on-balance sheet and off-balance sheet items.

An ARC classifies the assets held by it as standard assets or NPAs. Further, NPAs are classified into the following categories:

Sub-standard asset	**Doubtful asset**	**Loss asset**
12 months from the date of being classified as an NPA	12 months from being classified as sub-standard asset	36 months from the date of being classified as an NPA

Governance

The ARC Master Directions mandate the formation of board committees, including the audit committee and the nomination and remuneration committee. ARCs must also formulate a board-approved Fair Practices Code to ensure transparency and fairness in dealings with stakeholders.

Further, pursuant to the Reserve Bank of India (Housing Finance Companies) Amendment Directions, 2026 dated March 10, 2026, the RBI amended the definition of "Owned Fund" under the HFC Directions 2025 to clarify the components eligible for inclusion in the computation thereof. Under the amended framework, "Owned Fund" includes paid-up equity capital, compulsorily convertible preference shares, free reserves (including quarterly profits, subject to prescribed conditions), share premium account balances and specified capital reserves, subject to deductions for accumulated losses, intangible assets and deferred revenue expenditure. The amendment further clarifies that quarterly profits may be included in owned funds only where the quarterly financial statements have been subjected to limited review or audit by statutory auditors and such profits are adjusted for average dividend payouts of the preceding three financial years in the manner prescribed by the RBI. Additionally, the amendment clarifies that right-of-use assets created pursuant to Ind AS 116 (Leases) are not required to be deducted from owned funds, provided the underlying leased asset is a tangible asset.

Insolvency and Bankruptcy Code, 2016

The Insolvency and Bankruptcy Code, 2016 ("**Code**") was notified on August 5, 2016. The Code offers a uniform and comprehensive insolvency legislation encompassing all companies (including financial service providers), partnership firms, Limited Liability Partnerships, proprietorship firms, and individuals. It allows creditors to assess the viability of a debtor as a business decision and agree upon a plan for its revival or a speedy liquidation. The Code creates a new institutional framework, consisting of a regulator, insolvency professionals, information utilities and adjudicatory mechanisms, which will facilitate a formal and time-bound insolvency resolution and liquidation process.

RBI vide its circular dated June 7, 2019, laid down the Prudential Framework for Resolution of Stressed Assets whereby prescribing the regulatory approach for resolution of stressed assets *inter alia* by: (i) early recognition and reporting of default by banks, financial institutions and NBFCs in respect of large

borrowers; (ii) affording complete discretion to lenders with regard to design and implementation of resolution plans, in supersession of earlier resolution schemes (S4A, SDR, 5/25 etc.), subject to the specified timeline and independent credit evaluation; (iii) laying down a system of disincentives in the form of additional provisioning for delay in implementation of resolution plan or initiation of insolvency proceedings; (iv) withdrawal of asset classification dispensations on restructuring and future upgrades to be contingent on a meaningful demonstration of satisfactory performance for a time period starting from date of implementation of resolution professional till the date at least 10% outstanding debt is repaid; and (v) requiring the mandatory signing of an inter-creditor agreement (ICA) by all lenders, which will provide for a majority decision making criteria.

MCA vide notification dated November 15, 2019, issued the Insolvency and Bankruptcy (Insolvency and Liquidation Proceedings of Financial Service Providers and Application to Adjudicating Authority) Rules, 2019 ("**FSP Rules**") *inter alia* governing the corporate insolvency resolution process and liquidation process of financial service providers ("**FSPs**") under the Bankruptcy Code. The issuance of the FSP Rules has made viable and unified resolution process accessible for the FSPs and their creditors with some procedural differences.

Further, the Insolvency and Bankruptcy Code (Amendment) Act, 2026 ("**IBC Amendment Act, 2026**") notified on April 6, 2026, introduced significant amendments to the insolvency resolution and liquidation framework under the Code.

The amendments, *inter alia*, strengthen the timelines applicable to admission of insolvency applications by the adjudicating authority and prescribe timelines for rectification of defects in such applications. The IBC Amendment Act, 2026 also amends the provisions relating to withdrawal of insolvency applications, treatment of dissenting financial creditors, the distribution waterfall under resolution plans, supervision of liquidation proceedings by the committee of creditors and inclusion of asset sale mechanisms within resolution plans. Certain provisions of the IBC Amendment Act, 2026 are proposed to be brought into force in a phased manner through notifications issued by the Central Government.

The IBC Amendment Act, 2026 further introduces several measures aimed at streamlining and expediting the approval and implementation of resolution plans. These include, inter alia: (i) including resolution plans involving sale of specific assets, in addition to resolution of the corporate debtor as a going concern; (ii) enabling the NCLT to separately approve a resolution plan and the manner of distribution contemplated thereunder, in the manner specified by the IBBI; (iii) providing the committee of creditors an opportunity to cure defects identified by the NCLT in a resolution plan; (iv) requiring the NCLT to pass orders on resolution plans within 30 days of receipt thereof, failing which reasons are required to be recorded in writing; (v) requiring resolution applicants to obtain applicable anti-trust approvals prior to approval of the resolution plan by the NCLT instead of prior to approval by the committee of creditors; (vi) protecting licences, approvals and governmental concessions associated with the corporate debtor from suspension or termination during their subsisting term, subject to continued compliance with the applicable terms and conditions; (vii) providing for constitution of an implementation committee under the approved resolution plan comprising, inter alia, the insolvency professional, representatives of creditors and representatives of the resolution applicant, for supervision and implementation of the resolution plan; (viii) codifying and clarifying the "clean slate" principle under approved resolution plans, while preserving claims against guarantors and promoters and extinguishing rights of subrogation and indemnity of guarantors and co-obligors against the corporate debtor; and (ix) decriminalising certain contraventions relating to the moratorium and approved resolution plans and replacing criminal consequences with monetary penalties in specified cases.

Shops and Establishments legislations in various states

The provisions of various Shops and Establishments legislations, as applicable, regulate the conditions of work and employment in shops and commercial establishments and generally prescribe obligations in respect of inter-alia registration, opening and closing hours, daily and weekly working hours, holidays, leave, health, termination of services and safety measures and wages for overtime work.

Labour Laws

India has stringent labour related legislations. The Company is required to comply with certain labour laws, which include the Employees' Provident Funds and Miscellaneous Provisions Act 1952, the Minimum Wages Act, 1948, the Payment of Bonus Act, 1965, Workmen Compensation Act, 1923, the Payment of Gratuity Act, 1972 and the Payment of Wages Act, 1936, amongst others. With effect from November 21, 2025, the Code of Wages, 2019, Industrial Relations Code, 2020, Code on Social Security, 2020 and the Occupational Safety, Health and Working Conditions Code, 2020 have been notified rationalising 29 existing labour laws.

Intellectual Property

Intellectual Property in India enjoys protection under both common law and statute. Under statute, India provides for patent protection under the Patents Act, 1970, copyright protection under the Copyright Act, 1957 and trademark protection under the Trade Marks Act, 1999. The above enactments provide for protection of intellectual property by imposing civil and criminal liability for infringement.

The Digital Personal Data Protection Act, 2023 ("DPDP Act")

The Digital Personal Data Protection Act, 2023 ("**DPDP Act**") received Presidential assent and was published in the Official Gazette on August 11, 2023. The DPDP Act seeks to balance the right of individuals to protect their digital personal data (including personal data collected offline and subsequently digitised) with the need to process such personal data for lawful purposes and for matters connected therewith or incidental thereto.

Under the DPDP Act, personal data may be processed only for a lawful purpose, either on the basis of valid consent obtained through a clear notice specifying the personal data proposed to be collected and the purpose of processing, or pursuant to specified legitimate uses for which consent is not required. Individuals (data principals) are granted various rights, including the right to obtain information relating to the processing of their personal data, seek correction, completion, updating and erasure of personal data, avail grievance redressal mechanisms, and nominate another person to exercise such rights in the event of death or incapacity. The DPDP Act also imposes certain duties on data principals, including obligations not to impersonate another person, suppress material information while obtaining government-issued identifiers, or file false or frivolous grievances or complaints.

The DPDP Act imposes various obligations on data fiduciaries (persons who alone or in conjunction with others determine the purpose and means of processing personal data), including obligations to issue clear notices to data principals, implement reasonable security safeguards to prevent personal data breaches, ensure accuracy and completeness of personal data where such data is likely to be used for decisions affecting data principals or disclosed to other data fiduciaries, notify personal data breaches to the Data Protection Board of India and affected data principals in the prescribed manner, and erase

personal data upon withdrawal of consent or once it is reasonable to assume that the specified purpose is no longer being served, unless retention is required under applicable law.

SECTION V – FINANCIAL STATEMENTS

FINANCIAL INFORMATION

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1.	2026 Audited Consolidated Financial Statement	F1- F146
2.	2025 Audited Consolidated Financial Statement	F147 – F280
3.	2024 Audited Consolidated Financial Statement	F281 – F420
4.	2026 Audited Standalone Financial Statement	F421 – F506
5.	2025 Audited Standalone Financial Statement	F507 – F590
6.	2024 Audited Standalone Financial Statement	F591 – F666

INDEPENDENT AUDITOR'S REPORT

To the Members of Edelweiss Financial Services Limited

Report on the Audit of the Consolidated Financial Statements

Opinion

We have audited the accompanying Consolidated Financial Statements of Edelweiss Financial Services Limited (hereinafter referred to as "the Holding Company"), its subsidiaries and its trusts (the Holding Company, its subsidiaries and its trusts together referred to as "the Group") and its jointly controlled entities which comprise the Consolidated Balance Sheet as at March 31, 2026, the Consolidated Statement of Profit and Loss (including other comprehensive income), the Consolidated Statement of Cash Flows and the Consolidated Statement of Changes in Equity for the year then ended, and notes to the Consolidated Financial Statements, including a summary of material accounting policies and other explanatory information (hereinafter referred to as "the Consolidated Financial Statements").

In our opinion and to the best of our information and according to the explanations given to us and based on the consideration of reports of other auditors on Separate Financial Statements and on the other financial information of the subsidiaries and trusts and jointly controlled entities, the aforesaid Consolidated Financial Statements give the information required by the Companies Act, 2013, as amended ("the Act") in the manner so required and give a true and fair view in conformity with the Indian accounting standards ("Ind AS") prescribed under Section 133 of the Act as amended and other accounting principles generally accepted in India, of the consolidated state of affairs (financial position) of the Group as at March 31, 2026, its Consolidated Profit (financial performance including Other Comprehensive Income), its Consolidated Cash Flows and the Consolidated Statement of Changes in Equity for the year ended on that date.

Basis for Opinion

We conducted our audit of the Consolidated Financial Statements in accordance with the Standards on Auditing ("SAs") specified under Section 143(10) of the Act. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Consolidated Financial Statements section of our report. We are independent of the Group in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ("the ICAI") together with the ethical requirements that are relevant to our audit of the Consolidated Financial Statements under the provisions of the Act 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 obtained by us is sufficient and appropriate to provide a basis for our audit opinion on the Consolidated Financial Statements.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the Consolidated Financial Statements for the financial year ended March 31, 2026. These matters were addressed in the context of our audit of the Consolidated Financial Statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. For each matter below, our description of how our audit addressed the matter is provided in that context.

We have determined the matters described below to be the key audit matters to be communicated in our report.

We have fulfilled the responsibilities described in the Auditor's responsibilities for the audit of the Consolidated Financial Statements section of our report, including in relation to these matters. Accordingly, our audit included the performance of procedures designed to respond to our assessment of the risks of material misstatement of the Consolidated Financial Statements. The results of our audit procedures performed by us and by other auditors of components not audited by us, as reported by them in their audit reports furnished to us by the management, including those procedures performed to address the matters below, provide the basis for our audit opinion on the accompanying Consolidated Financial Statements.

Key audit matters	How our audit addressed the key audit matter
Impairment of receivables from financing and other business (as described in note 5.6, 12, 12.1, 13, 13.2 & 54.7 of the Consolidated Financial Statements)	
The Group's impairment provision for receivables from financing business is based on the expected credit loss (ECL) approach laid down under Ind AS 109. Ind AS 109 requires the Group to provide for impairment of its financial assets as at the reporting date using the ECL approach. ECL involves an estimation of probability - weighted loss on financial instruments over their life, considering reasonable and supportable information about past events, current conditions, and forecasts of future economic conditions which could impact the credit quality of the Group's financial assets (loan portfolio). In the process, a significant degree of judgement has been applied by the management for: a) Staging of financial assets (i.e. classification in 'significant increase in credit risk' ("SICR") and 'default' categories); b) Grouping of the loan portfolio under homogenous pools in order to determine probability of default on a collective basis; c) Assigning internal rating grades to customers for which external rating is not available; d) Calibrating external ratings-linked probability of default to align with past default rates; e) Applying assumptions regarding the probability of various scenarios and discounting rates for different loan products;	The audit procedures, including those reported in the auditor's report of respective subsidiary companies, comprised the following: a) Read and assessed the Group's accounting policy for impairment of financial assets and its compliance with Ind AS 109 and the governance framework approved by the Board of Directors pursuant to Reserve Bank of India guidelines issued on March 13, 2020. b) Tested the design and operating effectiveness of the controls for staging of loans based on their past-due status. Tested samples of performing (stage 1) loans to assess whether any loss indicators were present requiring them to be classified under stage 2 or 3. c) Performed procedures to test the inputs used in the ECL computation, on a sample basis. d) Tested assumptions used by the management in determining the overlay for macro- economic factors. e) Assessed the additional considerations applied by the management for staging of loans as SICR or default categories in view of Company's policy. f) Tested the arithmetical accuracy of computation of ECL provision performed by the Company in spreadsheets. Read the report on ECL model reviewed by external consultant during the year.

f) Estimation of management overlay for macro-economic factors bearing a correlation with the credit quality of the loans. In view of such high degree of management's judgement involved in estimation of ECL, it is considered as a key audit matter.	
Information Technology ("IT") systems and controls	
The reliability and security of IT systems play a key role in the financial reporting process of the Group. The Group's key financial accounting and reporting processes are highly automated, whereby any gaps in the IT control environment could result in a material misstatement of the financial accounting and reporting records. Therefore, the assessment of the general IT controls and the application controls specific to the accounting and preparation of financial information is considered to be a key audit matter.	The audit procedures assisted by our IT specialists, including those reported in the auditor's report of respective subsidiary companies, comprised the following: a) Tested the design and operating effectiveness of the Company's IT access controls over the information systems that are important to financial reporting and various interfaces, configuration and other identified application controls. b) Tested IT general controls (logical access, changes management and aspects of IT operational controls). This included testing requests for access to systems were reviewed and authorized. c) Tested the periodic review of access rights. Also tested requests of changes to systems for approval and authorization. d) In addition to the above, tested the design and operating effectiveness of certain automated controls that were considered as key internal controls. e) We have relied on SOC-1 type II and SOC-2 type II report provided by vendor for oracle fusion to ensure compliance with audit trail. f) Tested the design and operating effectiveness of compensating controls in case deficiencies were identified and, where necessary, extended the scope of our substantive audit procedures.
Valuation of Investments in Security Receipts (SR) for Edelweiss Assets Reconstruction Company Limited (as described in note 5.11, 13 & 53 of the Consolidated Financial Statements)	
The fair value of SRs is determined through discounted cash flow method which involves management judgement using level 3 inputs such as projection of future cash flows and expenses.	The audit procedures those reported in the auditor's report of a subsidiary company, comprised the following:

The management has involved credit rating agencies for valuation of SR. Considering the fair valuation of investments is significant to overall consolidated financial statements and the degree of management's judgment involved in the estimate, any error in the estimate could lead to material misstatement in the Consolidated Financial Statements. Accordingly, it is considered as a key audit matter.	a) Assessment of internal controls over measurement of fair value and evaluating the methodologies, inputs, judgments made and assumptions used by management in determining fair values. b) Evaluated rationale of the models and accounting treatment applied. Compared observable inputs against independent sources and externally available market data for sample cases. c) Performed testing on a sample basis of key inputs as mentioned above to validate the reasonableness of the input values. d) Assessed disclosures included in the Financial Statements with respect to such fair valuation.
Consolidation of Trusts (as described in note 4 of the Consolidated Financial Statements)	
The Group sets up trusts to acquire stressed assets for the purpose of carrying on the activity of Securitisation and Asset Reconstruction. These Trusts issue SRs which represent the beneficial undivided right, title and interest in the assets of the respective trust to the beneficiaries. The Group acts as asset manager in respect of these trusts and consolidates and trusts which it controls. As per Ind-AS 110 Consolidated Financial Statements. the Company needs to consolidate the entity when it controls it. Control is achieved when the Company is exposed, or has rights, to variable returns from its involvement with the investee and has the ability to affect those returns through its power over the investee. To assess control various factors need to be considered based on relevant facts and circumstances. Considering the significant management judgement and estimate involved in assessing control, we have considered this a key audit matter.	The audit procedures those reported in the auditor's report of a subsidiary company, comprised the following: a) We have understood the structure of all the trusts managed by the Company and reviewed the beneficial interest, the waterfall mechanism of distribution of returns and other relevant clauses of the trust deeds. b) We have obtained and reviewed the workings made by the management to assess the variability of returns from the recovery in the trusts based on estimated recovery in the trusts. c) We have read and understood the management's policy on the assessment of the percentage of variability for the Company to be classified from agent to principal for the purpose of consolidation, in accordance with Ind AS 110. d) We have verified the consolidation of these trusts done by the Company. e) We have assessed disclosures included in the Consolidated Ind AS Financial Statements with respect to these assets in accordance with Ind AS 107 and Ind AS 110.

Valuation of Purchase or originated credit impaired assets (POCI) (as described in note 12.1 of the Consolidated Financial Statements)	
The trusts that are consolidated, have assets on their books which are impaired and accordingly in accordance with Ind AS 109 classified as purchased or originated credit impaired assets ("POCI"). The Company has POCI (net of impairment) assets amounting to Rs. 22,204.63 millions as disclosed in the Consolidated Financial Statements as at March 31, 2026. These assets are measured using projected cash flows based on management estimates of recovery and then discounted at the credit adjusted effective interest rate. Further, the management has made an assessment on each POCI asset to ascertain future recoverability estimates. In making this assessment, the management has used several estimates, assumptions and sources of information (both internal and external), including but not limited to quality of collateral available, external credit reports, economic forecasts for future expected performance of the underlying companies etc. The assumptions and estimates used by the management may vary and actual results may differ from the estimates and assumptions. Considering the significant management estimate and judgement involved in assessing cash flows and the discount rate, we have considered this as a key audit matter.	The procedures conducted by the subsidiary's auditors, as reported by them, focused on assessing the adequacy of the valuation of purchased or originated credit-impaired assets. This assessment involved undertaking the following procedures: a) For POCI assets, understood methodology applied by the management to value these assets including the key inputs in that process which included future cash flow projections and the calculation of credit adjusted effective interest rate for discounting those cash flows and tested for samples these key inputs and estimates used. b) Tested the operating effectiveness of the controls for collating the information for future recovery estimates and past collections records. c) Verified on a sample basis the calculation of the credit adjusted effective interest rate used for the purpose of discounting these assets. d) Verified the arithmetical accuracy of the valuation of the POCI assets using the expected cash flow and discount rate performed by the Company using spreadsheets.

Information Other than the Financial Statements and Auditor's Report thereon

The Holding Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Board report, but does not include the Consolidated Financial Statements and our auditor's report thereon. The Board report is expected to be made available to us after the date of this auditor's report.

Our opinion on the Consolidated 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 Consolidated Financial Statements, our responsibility is to read the other information identified above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the Consolidated Financial Statements, or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated. Based on the work we have performed, if we conclude that there is a material misstatement of this other information, we are required to report that fact.

Responsibilities of Management and Those Charged with Governance for the Consolidated Financial Statements

The Holding Company's Management and the Board of Directors are responsible for the preparation and presentation of these Consolidated Financial Statements in terms of the requirements of the Act that give a true and fair view of the consolidated financial position, consolidated financial performance including consolidated other comprehensive income, consolidated statement of cash flows and consolidated statement of changes in equity of the Group including its jointly controlled entities in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) specified under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended. The respective Management and the Board of Directors of the companies included in the Group are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Group and for preventing and detecting frauds and other irregularities; the selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the 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 Consolidated Financial Statements that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the Consolidated Financial Statements by the Management and Board of Directors of the Holding Company, as aforesaid.

In preparing the Consolidated Financial Statements, the respective Management and the Board of Directors of the entities included in the Group are responsible for assessing the ability of the Group 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 Group or to cease operations, or has no realistic alternative but to do so.

The respective Management and Board of Directors of the entities included in the Group are responsible for overseeing the financial reporting process of the Group.

Auditor's Responsibilities for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the Consolidated 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 aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these Consolidated Financial Statements.

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

- Identify and assess the risks of material misstatement of the Consolidated 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.

- Obtain an understanding of internal financial 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 Holding Company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by Management and the Board of Directors.

- Conclude on the appropriateness of Management's and the Board of Directors' 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 ability of the Group 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 Consolidated 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 Group to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the Consolidated Financial Statements, including the disclosures, and whether the Consolidated Financial Statements represent the underlying transactions and events in a manner that achieves fair presentation.

- Obtain sufficient appropriate audit evidence regarding the financial information of the entities within the Group of which we are the independent auditors, to express an opinion on the Consolidated Financial Statements. We are responsible for the direction, supervision and performance of the audit of the Financial Statements of such entities included in the Consolidated Financial Statements of which we are the independent auditors. For the other entities included in the Consolidated Financial Statements, which have been audited by other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion.

We communicate with those charged with governance of the Holding Company and such other entities included in the Consolidated Financial Statements of which we are the independent auditors 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 Consolidated Financial Statements for the financial year ended March 31, 2026 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

a) We did not audit the financial statements and other financial information, in respect of:

- 20 subsidiaries, whose financial statements include total assets of Rs. 3,84,097.12 millions as at March 31, 2026 and total revenues of Rs. 54,472.49 millions and net cash inflow of Rs. 10,810.08 millions for the year ended on that date. These financial statement and other financial information have been audited by other auditors, those financial statements, other financial information and auditor's reports have been furnished to us by the management.

Our opinion on the Consolidated Financial Statements, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries companies, and our report in terms of sub- sections (3) of Section 143 of the Act, in so far as it relates to the aforesaid subsidiaries companies, is based solely on the report(s) of such other auditors.

b) The actuarial valuation of liabilities of Edelweiss Life Insurance Company Limited (ELIFE) for life policies in force and for policies in respect of which premium has been discontinued but liability exists as at March 31, 2026 is the responsibility of ELIFE'S Appointed Actuary ("the Appointed Actuary"). The actuarial valuation of these liabilities for life policies in force and for policies in respect of which premium has been discontinued but liability exists as at March 31, 2026 has been duly certified by the Appointed Actuary and in his opinion, the assumptions for such valuation are in accordance with Ind AS 104 "Insurance Contracts", Ind AS 109 "Financial Instruments", the guidelines and norms issued by the Insurance Regulatory and Development Authority of India ('IRDAI') and the Institute of Actuaries of India in concurrence with IRDAI. The auditors have relied upon the Appointed Actuary's certificate in this regard for forming their opinion on the valuation of liabilities for life policies in force and for policies in respect of which premium has been discontinued but liability exists in financial statement of the ELIFE.

c) The actuarial valuation of liabilities Zuno General Insurance Limited for Incurred but Not Reported and Incurred but Not Enough Reported claims of ZGIL as at March 31, 2026 is the responsibility of ZGIL's Appointed Actuary. The actuarial valuation of these liabilities has been duly certified by the ZGIL's Appointed Actuary and in his opinion, the assumptions for such valuation are in accordance with Ind AS 104 "Insurance Contracts", the guidelines and norms issued by the IRDAI and the Institute of Actuaries of India in concurrence with IRDAI. The auditors have relied on the ZGIL's Appointed Actuary's Certificate for expressing their opinion in this regard.

Our opinion on the Consolidated Financial Statements, and our report on Other Legal and Regulatory Requirements below, is not modified in respect of the above matters with respect to our reliance on the work done and the reports of the other auditors and the Financial Statements certified by the Management.

Our opinion is not modified in respect of these matters.

Report on Other Legal and Regulatory Requirements

1. 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 Act, based on our audit and on the consideration of report of the other auditors on separate financial statements and the other financial information of the subsidiary companies and its jointly controlled entities, incorporated in India, as noted in the 'Other Matter' paragraph we give in the "Annexure 1" a statement on the matters specified in paragraph 3(xxi) of the Order.

2. As required by Section 143(3) of the Act, based on our audit and on the consideration of report of the other auditors on separate financial statements and the other financial information of subsidiaries and its jointly controlled entities, as noted in the 'other matter' paragraph we report, to the extent applicable, that:

(a) We/the other auditors whose report we have relied upon 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 of the aforesaid Consolidated Financial Statements;

(b) In our opinion, proper books of account as required by law relating to preparation of the aforesaid Consolidated Financial Statements have been kept so far as it appears from our examination of those books and the reports of the other auditors.

(c) The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss (including the Statement of Other Comprehensive Income), the Consolidated Statement of Cash Flow and Consolidated Statement of Changes in Equity dealt with by this Report are in agreement with the books of account maintained for the purpose of preparation of the Consolidated Financial Statements;

(d) In our opinion, the aforesaid Consolidated Financial Statements comply with the Indian Accounting Standards specified under Section 133 of the Act, read with Companies (Indian Accounting Standards) Rules, 2015, as amended;

(e) On the basis of the written representation received from the directors of the Holding Company as on March 31, 2026 taken on record by the Board of Directors of the Holding Company and the reports of the statutory auditors who are appointed under Section 139 of the Act, of its subsidiary companies and its jointly controlled entities, none of the directors of the Group's companies, incorporated in India, is disqualified as on March 31, 2026 from being appointed as a director in terms of Section 164 (2) of the Act;

(f) With respect to the adequacy of the internal financial controls with reference to Consolidated Financial Statements of the Holding Company ,its subsidiary companies and its jointly controlled entities, incorporated in India, and the operating effectiveness of such controls refer to our separate Report in "Annexure 2";

(g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of Section 197(16) of the Act, as amended, in our opinion and to the best of our information and according to the explanations given to us and based on the consideration of reports of other statutory auditors of the subsidiaries and its jointly controlled entities incorporated in India, the remuneration paid by the Holding Company, its subsidiaries and its jointly controlled entities incorporated in India to their directors during the year is in accordance with the provisions of Section 197 read with Schedule V of the Act.

(h) 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) Rules, 2014, as amended, in our opinion and to the best of our information and according to the explanations given to us and based on the consideration of the report of the other auditors on separate financial statements as also the other financial information of the subsidiaries, as noted in the 'Other matter' paragraph:

i. The Consolidated Financial Statements disclose the impact of pending litigations on its Consolidated financial position of the Group and its jointly controlled entities in its Consolidation Financial Statements. (Refer Note 49.1 (a) to the Consolidated Financial Statements).

ii. Provision has been made in the Consolidated Financial Statements, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long-term contracts including derivative contracts. (Refer Note 78 to the Consolidated Financial Statements in respect of such items as it relates to the Group);

iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Holding Company, its subsidiaries and its jointly controlled entities incorporated in India during the year ended March 31, 2026.

iv. a) The respective managements of the Holding Company and its subsidiaries which are companies incorporated in India whose financial statements have been audited under the Act have represented to us and the other auditors of such subsidiaries respectively that, to the best of its knowledge and belief as disclosed in the note 64(A) to the Consolidated Financial Statements, during the year 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 Holding Company or any of such subsidiaries 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, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the respective Holding Company or any of such subsidiaries ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

(b) The respective managements of the Holding Company and its subsidiaries and its which are companies incorporated in India whose financial statements have been audited under the Act have represented to us and the other auditors of such subsidiaries respectively that, to the best of its knowledge and belief, as disclosed in the note 64(B) to the Consolidated Financial Statements, during the year no funds have been received by the respective Holding Company or any of such subsidiaries from any persons(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Holding Company or any of such subsidiaries shall, whether, 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; and

(c) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances performed by us and that performed by the auditors of the subsidiaries which are companies incorporated in India whose financial statements have been audited under the Act, nothing has come to our or other auditors' notice that has caused us or the other auditors to believe that the representations under sub-clause (a) and (b) contain any material mis-statement.

v. The final dividend paid by the Holding Company, its subsidiaries companies and its jointly controlled entities incorporated in India during the year in respect of the same declared for the previous year is in accordance with section 123 of the Act to the extent it applies to payment of dividend.

As stated in note 74(i) to the Consolidated Financial Statements, the Board of Directors of the Holding Company have proposed final dividend for the year which is subject to the approval of the members at the respective ensuing Annual General Meeting. The dividend declared is in accordance with section 123 of the Act to the extent it applies to declaration of dividend.

vi. Based on our examination which included test checks and that performed by the respective auditors of the subsidiaries which are companies incorporated in India whose financial statements have been audited under the Act, the Holding Company, its subsidiaries and its jointly controlled entities have 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 operated throughout the year for all relevant transactions recorded in the software. Further, during the course of our audit we did not come across any instance of audit trail feature being tampered with and the audit trail has been preserved by the Holding Company, subsidiaries and jointly controlled entities as per the statutory requirement for record retention.

Trusts incorporated in India and included in the Consolidated Financial Statements are not Companies under the Act and provision of Rule 11 (g) is not applicable to Trusts.

For Nangia & Co. LLP
Chartered Accountants
ICAI Firm Registration Number: **002391C/N500069**

Jaspreet Singh Bedi
Partner
Membership Number: 601788
UDIN: 26601788FUESRV1893

Place: Mumbai
Date: April 30, 2026

Annexure 1 Referred to in Paragraph 1 Under the Heading 'Report on Other Legal and Regulatory Requirements' of Our Report of Even Date on the Consolidated Financial Statements of Edelweiss Financial Services Limited

Based on our audit and on the consideration of report of the other auditors on separate financial statements and the other financial information of the subsidiary companies and jointly controlled entities incorporated in India, as noted in the 'Other Matter' paragraph we state that:

3(xxi) There are no qualifications or adverse remarks by the respective auditors in their report on Companies (Auditors Report) Order, 2020 of the companies included in the consolidated financial statements except for following where the respective auditor have reported unfavorable or adverse remarks in their audit report to the principal auditor.

S. No.	Name	CIN	Holding / Subsidiary	Clause number of the Caro Report which is unfavorable or adverse
1.	Edelweiss Asset Reconstruction Company Limited	U67100MH2007PLC174759	Subsidiary	iii (c) and iii (d)
2.	Nido Home Finance Limited	U65922MH2008PLC182906	Subsidiary	iii (c), iii (d) and xvii
3.	Ecap Securities & Investments Limited	U67190TG2008PLC057122	Subsidiary	xvii
4.	Ecap Equities Limited	U74900MH2008PLC287466	Subsidiary	iii (c), iii (d) and xvii
5.	Edelweiss Global Wealth Management Limited	U67100MH2007PLC353035	Subsidiary	xvii
6.	Edelweiss Investment Adviser Limited	U74140TG2008PLC120334	Subsidiary	iii (c), iii (d) and ix (d)
7.	ECL Finance Limited	U65990MH2005PLC154854	Subsidiary	iii (c) and iii(d)
8.	Edelweiss Securities and Investments Private Limited	U65990MH2009PTC344641	Subsidiary	iii (c), iii (d) and ix (d)
9.	Edelweiss Rural & Corporate Services Limited	U45201TG2006PLC078157	Subsidiary	iii (c), iii (d) and xvii
10.	Comtrade Commodities Services Limited	U66990GJ1995PLC025267	Subsidiary	xvii
11.	Edelweiss TransInfra Managers Limited	U66309MH2025PLC446014	Subsidiary	xvii

For Nangia & Co. LLP
Chartered Accountants
ICAI Firm Registration Number: **002391C/N500069**

Jaspreet Singh Bedi
Partner
Membership Number: 601788
UDIN: 26601788FUESRV1893

Place: Mumbai
Date: April 30, 2026

Annexure 2" To the Independent Auditor's Report of Even Date on The Consolidated Financial Statements of Edelweiss Financial Services Limited

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

To the Members of Edelweiss Financial Services Limited

In conjunction with our audit of the Consolidated Financial Statements of Edelweiss Financial Services Limited (hereinafter referred to as the "Holding Company") as of and for the year ended March 31, 2026, we have audited the internal financial controls with reference to the Consolidated Financial Statements of the Holding Company and its subsidiaries (the Holding Company and its subsidiaries together referred to as "the Group") and its jointly controlled entities, which are companies incorporated in India, as of that date.

Responsibilities of Management and Those Charged with Governance for Internal Financial Controls

The respective Management and Board of Directors of the companies included in the Group which are companies incorporated in India, are responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Holding 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 the respective 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 Act.

Auditor's Responsibility

Our responsibility is to express an opinion on the Holding Company's internal financial controls with reference to the Consolidated Financial Statements 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 as specified under section 143(10) of the Act, to the extent applicable to an audit of internal financial controls and both issued by ICAI. 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 with reference to these Consolidated Financial Statements 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 with reference to the Consolidated Financial Statement and their operating effectiveness. Our audit of internal financial controls with reference to the Consolidated Financial Statements included obtaining an understanding of internal financial controls with reference to the Consolidated Financial Statement, 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 judgement, 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, and the audit evidence obtained by the other auditors in terms of their reports referred to in the Other Matters paragraph below, is sufficient and appropriate to provide a basis for our audit opinion on the internal financial controls with reference to the Consolidated Financial Statements.

Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control with reference to the Consolidated Financial Statements 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 with reference to the Consolidated Financial Statements 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 authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised 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 with reference to the Consolidated Financial Statements, 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 with reference to the Consolidated Financial Statement to future periods are subject to the risk that the internal financial control with reference to the Consolidated Financial Statements 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, the Group and its jointly controlled entities which are companies incorporated in India, have, maintained in all material respects, adequate internal financial controls with reference to the Consolidated Financial Statements and such internal financial controls with reference to the Consolidated Financial Statements were operating effectively as at March 31, 2026, based on the internal control over financial reporting criteria established by the Holding 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 ICAI.

Other Matters

Our report under Section 143(3)(i) of the Act on the adequacy and operating effectiveness of the internal financial controls with reference to the Consolidated Financial Statements of the Holding Company, in so far as it relates to these 20 subsidiaries is based on the corresponding reports of the auditors of such subsidiaries incorporated in India.

Our aforesaid reports under Section 143(3)(i) of the Act on the adequacy and operating effectiveness of the internal financial controls over financial reporting includes only the Company. The trust forming part of the Consolidated Financial Statements are not Companies as defined as per the Act and accordingly reporting on the adequacy and operating effectiveness of the internal control is not applicable to trusts.

For Nangia & Co. LLP
Chartered Accountants
ICAI Firm Registration Number: 002391C/N500069

Jaspreet Singh Bedi
Partner
Membership Number: 601788
UDIN: 26601788FUESRV1893

Place: Mumbai
Date: April 30, 2026

Edelweiss Financial Services Limited

Consolidated balance sheet as at 31 March 2026

CIN-L99999MH1995PLC094641

(Currency: Indian rupees in millions)

Particulars	Note No.	As at 31 March 2026	As at 31 March 2025
ASSETS			
Financial assets			
(a) Cash and cash equivalents	8	**27,204.52**	47,228.22
(b) Bank balances other than cash and cash equivalents	9	**7,594.06**	5,178.61
(c) Derivative financial instruments	10	**7,064.32**	787.05
(d) Trade receivables	11	**4,783.30**	3,936.52
(e) Loans	12	**109,857.60**	122,213.04
(f) Investments	13	**198,813.51**	175,741.32
(g) Other financial assets	14	**25,801.18**	10,318.17
Total financial assets		**381,118.49**	**365,402.93**
Non-financial assets			
(a) Reinsurance assets		**4,045.44**	3,911.81
(b) Current tax assets (net)		**8,699.99**	6,799.62
(c) Deferred tax assets (net)	15	**21,009.84**	17,795.39
(d) Investment property	16	**707.57**	1,266.23
(e) Property, plant and equipment	17	**8,773.94**	8,757.66
(f) Capital work in progress	18	**14.39**	4.39
(g) Intangible assets under development	19	**197.98**	180.50
(h) Other intangible assets	17	**1,433.63**	1,884.49
(i) Right to use (ROU) assets	17	**502.63**	800.63
(j) Other non-financial assets	20	**10,910.70**	9,421.39
Total non-financial assets		**56,296.11**	50,822.11
TOTAL ASSETS		**437,414.60**	**416,225.04**
LIABILITIES AND EQUITY			
LIABILITIES			
Financial liabilities			
(a) Derivative financial instruments	10	**4,067.98**	1,427.30
(b) Trade payables	21		
i. total outstanding dues of micro enterprises and small enterprises		**85.28**	40.67
ii. total outstanding dues of creditors other than micro enterprises and small enterprises		**13,760.64**	12,555.92
(c) Insurance claims payable		**884.99**	520.57
(d) Debt securities	22	**146,718.63**	123,604.41
(e) Borrowings (other than debt securities)	23	**31,420.04**	43,893.39
(f) Subordinated liabilities	24	**6,904.08**	11,247.34
(g) Lease liabilities	49	**907.35**	1,298.30
(h) Other financial liabilities	25	**51,258.96**	53,364.12
Total financial liabilities		**256,007.95**	**247,952.02**
Non-financial liabilities			
(a) Current tax liabilities (net)		**63.50**	915.58
(b) Provisions	26	**1,044.12**	662.34
(c) Policyholders' liabilities		**105,617.76**	96,518.10
(d) Deferred tax liabilities (net)	15	**7,049.40**	3,400.79
(e) Other non-financial liabilities	27	**8,195.50**	7,594.50
Total non-financial liabilities		**121,970.28**	**109,091.31**
TOTAL LIABILITIES		**377,978.23**	**357,043.33**
EQUITY			
(a) Equity share capital	28	**946.53**	921.40
(b) Other equity	29	**45,284.74**	43,325.91
Equity attributable to owners of the parent		**46,231.27**	**44,247.31**
Equity attributable to non-controlling interests		**13,205.10**	**14,934.40**
TOTAL EQUITY		**59,436.37**	**59,181.71**
TOTAL LIABILITIES AND EQUITY		**437,414.60**	**416,225.04**

Edelweiss Financial Services Limited
Consolidated balance sheet as at 31 March 2026
CIN-L99999MH1995PLC094641
(Currency : Indian rupees in millions)

The accompanying notes are an integral part of the Consolidated Financial Statements. 1 to 79

As per our report of even date attached.

For Nangia & Co. LLP
Chartered Accountants
ICAI Firms Registration Number: 002391C/N500069

For and on behalf of the Board of Directors of
Edelweiss Financial Services Limited

Jaspreet Singh Bedi
Partner
Membership No: 601788

Rashesh Shah
Chairman & Managing Director
DIN: 00008322

Shiva Kumar
Independent Director
DIN: 06590343

Ananya Suneja
Chief Financial Officer

Tarun Khurana
Company Secretary
Membership No: 12344

Mumbai, 30 April 2026

Mumbai, 30 April 2026

Edelweiss Financial Services Limited

Consolidated statement of profit and loss for the year ended 31 March 2026

CIN-L99999MH1995PLC094641

(Currency: Indian rupees in millions)

Particulars	Note No.	For the year ended 31 March 2026	For the year ended 31 March 2025
Revenue from operations			
Interest income	30	**27,665.28**	26,900.30
Dividend income		**687.19**	893.95
Fee and commission income	31	**13,366.92**	11,619.08
Net gain on fair value changes	32	**34,096.37**	26,886.92
Premium from insurance business (net)		**28,353.72**	26,202.82
Total revenue from operations		**104,169.48**	**92,503.07**
Other income	33	**4,481.92**	2,684.07
Total income		**108,651.40**	**95,187.14**
Expenses			
Finance costs	34	**24,915.99**	25,370.44
Impairment on financial instruments	35	**3,341.91**	(1,749.21)
Change in valuation of credit impaired loans	70	**13,662.46**	6,819.09
Employee benefits expense	36	**13,704.20**	13,181.86
Depreciation, amortisation and impairment	16 & 17	**1,436.14**	1,471.39
Change in insurance policy liability - actuarial		**8,963.75**	12,837.32
Policy benefits paid		**14,411.62**	12,785.74
Other expenses	37	**19,181.80**	16,454.31
Total expenses		**99,617.87**	**87,170.94**
Profit/(loss) before share in profit of associates, jointly controlled entities, exceptional item and tax		**9,033.53**	**8,016.20**
Share in profit of associates and jointly controlled entities		**226.94**	-
Profit/(loss) before exceptional item and tax		**9,260.47**	**8,016.20**
Exceptional item	73	**(986.82)**	-
Profit/(loss) before tax		**8,273.65**	**8,016.20**
Tax expense	38 & 39		
Current tax		**1,413.49**	3,411.76
Deferred tax		**55.53**	(753.76)
Profit for the year		**6,804.63**	**5,358.20**
Other comprehensive income/(loss)			
(A) (i) Items that will not be reclassified to profit or loss			
Re-measurements of the defined benefit liability		**(39.63)**	29.92
Fair value changes on equity instruments through other comprehensive income/(loss)		**(3,580.41)**	(3,399.07)
(ii) Tax relating to items that will not be reclassified to profit or loss		**65.90**	488.16
Subtotal (A)		**(3,554.14)**	**(2,880.99)**
(B) (i) Items that will be reclassified to profit or loss			
Fair value changes on debt instruments through other comprehensive income/(loss)		**(5,323.26)**	(4,886.26)
Exchange differences on translating the financial statements of foreign operations		**406.26**	35.86
(ii) Tax relating to items that will be reclassified to profit or loss		**225.15**	-
Subtotal (B)		**(4,691.85)**	**(4,850.40)**
Share in profit of associates and jointly controlled entities (C)		**(2.65)**	-
Other comprehensive income/(loss) (A+B+C)		**(8,248.64)**	**(7,731.39)**
Total comprehensive income/(loss)		**(1,444.01)**	**(2,373.19)**
Profit for the year attributable to			
Owners of the Company		**5,466.32**	3,988.30
Non-controlling interests		**1,338.31**	1,369.90
Total		**6,804.63**	**5,358.20**
Other comprehensive income/(loss) for the year attributable to			
Owners of the Company		**(7,321.69)**	(8,159.53)
Non-controlling interests		**(926.95)**	428.14
Total		**(8,248.64)**	**(7,731.39)**
Total comprehensive income/(loss) for the year attributable to			
Owners of the Company		**(1,855.37)**	(4,171.23)
Non-controlling interests		**411.36**	1,798.04
Total		**(1,444.01)**	**(2,373.19)**
Earnings per share (₹) (Face value ₹ 1 each)	41		
- Basic (₹)		**7.23**	5.89
- Diluted (₹)		**7.15**	5.81

Edelweiss Financial Services Limited

Consolidated statement of profit and loss for the year ended 31 March 2026

CIN-L99999MH1995PLC094641

(Currency : Indian rupees in millions)

The accompanying notes are an integral part of the Consolidated Financial Statements. 1 to 79

As per our report of even date attached.

For Nangia & Co. LLP
Chartered Accountants
ICAI Firms Registration Number: 002391C/N500069

For and on behalf of the Board of Directors of
Edelweiss Financial Services Limited

Jaspreet Singh Bedi
Partner
Membership No: 601788

Rashesh Shah
Chairman & Managing Director
DIN: 00008322

Shiva Kumar
Independent Director
DIN: 06590343

Ananya Suneja
Chief Financial Officer

Tarun Khurana
Company Secretary
Membership No: 12344

Mumbai, 30 April 2026

Mumbai, 30 April 2026

Edelweiss Financial Services Limited

Consolidated statement of cash flows for the year ended 31 March 2026

CIN-L99999MH1995PLC094641

(Currency: Indian rupees in millions)

	Particulars	For the year ended 31 March 2026	For the year ended 31 March 2025
A	**Cash flow from operating activities**		
	Profit/(loss) before tax	**8,273.65**	8,016.20
	Adjustments for:		
	Depreciation, amortisation and impairment	**1,436.14**	1,471.39
	Expense on employee stock option plans and stock appreciation rights	**711.54**	60.97
	Impairment of Goodwill	**-**	236.60
	Impairment on financial instruments	**3,341.91**	(1,749.21)
	Change in valuation of credit impaired loans	**13,662.46**	6,819.09
	Interest on income tax refund	**(105.55)**	(288.00)
	Dividend income	**(687.19)**	(893.95)
	(Profit)/loss on sale of property, plant and equipment	**(28.68)**	27.00
	Fair value (gain)/loss on financial instruments	**(37,510.99)**	(27,480.74)
	Provision for policyholders liability	**8,963.75**	12,837.32
	Finance costs	**24,965.61**	25,408.20
	Operating cash flow before working capital changes	**23,022.65**	**24,464.87**
	Adjustments for working capital changes:		
	Decrease/(increase) in trade receivables	**(1,002.57)**	(280.64)
	Decrease/(increase) in other financial/non financial assets	**(5,337.08)**	(2,076.46)
	Decrease/(increase) in loans	**(6,310.05)**	15,742.62
	Increase/(decrease) in trade payables	**1,249.33**	(4,143.28)
	Increase/(decrease) in insurance claim payable	**364.42**	146.84
	Increase/(decrease) in other financial liabilities	**(689.20)**	1,822.06
	Increase/(decrease) in provisions	**342.20**	73.01
	Increase/(decrease) in provision for policyholders' liabilities	**135.91**	637.95
	Increase/(decrease) in other non-financial liabilities	**587.90**	(986.86)
	Cash generated from/(used in) operations	**12,363.51**	**35,400.11**
	Income taxes paid (net of refund)	**(3,390.68)**	(1,562.50)
	Net cash generated from/(used in) operating activities - A	**8,972.83**	**33,837.61**
B	**Cash flow from investing activities**		
	(Purchase)/sale of property, plant and equipment and intangibles & investment property[1]	**(702.36)**	(1,370.69)
	(Purchase)/sale of investments & other investing activities[1]	**(7,201.91)**	34,015.70
	Dividend on investments	**687.19**	893.95
	(Investment)/maturity of bank deposits[1]	**(2,415.45)**	4,397.22
	Net cash generated from/(used in) investing activities - B	**(9,632.53)**	**37,936.18**
C	**Cash flow from financing activities**		
	Proceeds from exercise of stock options (including premium and share application money)	**10.50**	50.90
	Proceeds from sale of shares held by Employee Welfare Trust	**2,206.30**	2,439.90
	Proceeds/(repayment) from debt securities[1]	**23,114.22**	(20,376.10)
	Proceeds/(repayment) from borrowings (other than debt securities)[1]	**(12,473.35)**	(3,532.16)
	Proceeds/(repayment) from subordinated liabilities[1]	**(4,343.26)**	169.22
	Dividend paid	**(4,760.68)**	(1,375.40)
	Lease payment	**(49.62)**	(37.76)
	Effect of change in group interests	**1,847.88**	(245.91)
	Finance cost paid	**(24,915.99)**	**(25,370.44)**
	Net cash generated from/(used in) financing activities - C	**(19,364.00)**	**(48,277.75)**
	Net increase in cash and cash equivalents (A+B+C)	**(20,023.70)**	**23,496.04**
	Cash and cash equivalents as at the beginning of the year	**47,228.22**	**23,732.18**
	Cash and cash equivalents as at the end of the year	**27,204.52**	**47,228.22**

[1] Net figures have been reported on account of volume of transactions.

Notes:

1 Cash receipts and payments for transaction in which the turnover is quick, the amounts are large, and the maturities are short are presented on net basis in accordance with Ind AS 7 Statement of Cash Flows.

2 Cash Flow Statement has been prepared under the indirect method as set out in Ind AS 7 prescribed under the Companies (Indian Accounting Standards) Rules, 2015 under the Companies Act, 2013.

3 Refer note 48 for changes in liabilities arising from financing activities.

4 Components of cash and cash equivalents

Particulars	As at 31 March 2026	As at 31 March 2025
Cash in hand	**24.02**	32.32
Cheques in hand	**563.76**	394.71
Balances with banks		
-in Current accounts	**14,895.15**	29,512.92
-in fixed deposits with original maturity less than 3 months	**11,721.59**	17,288.27
Total	**27,204.52**	**47,228.22**

Edelweiss Financial Services Limited
Consolidated statement of cash flows for the year ended 31 March 2026
CIN-L99999MH1995PLC094641
(Currency : Indian rupees in millions)

The accompanying notes are an integral part of the Consolidated Financial Statements. 1 to 79

As per our report of even date attached.

For Nangia & Co. LLP
Chartered Accountants
ICAI Firms Registration Number: 002391C/N500069

For and on behalf of the Board of Directors of
Edelweiss Financial Services Limited

Jaspreet Singh Bedi
Partner
Membership No: 601788

Rashesh Shah
Chairman & Managing Director
DIN: 00008322

Shiva Kumar
Independent Director
DIN: 06590343

Ananya Suneja
Chief Financial Officer

Tarun Khurana
Company Secretary
Membership No: 12344

Mumbai, 30 April 2026

Mumbai, 30 April 2026

Edelweiss Financial Services Limited

Consolidated Statement of changes in equity

CIN-L99999MH1995PLC094641

(Currency : Indian rupees in millions)

A Equity share capital

Particulars	As at 31 March 2026	As at 31 March 2025
Balance at the beginning of the year	**921.40**	898.89
Changes in Equity Share Capital due to prior period errors	-	-
Restated balance at the beginning of the current year	**921.40**	**898.89**
Changes in equity share capital during the year on account of allotment of shares	25.13	22.51
Balance at the end of the year	**946.53**	**921.40**

Refer note 28 for detailed quantitative information including investors holding more than 5% of equity share capital.

B Other equity

Particulars	Share application money pending allotment	Reserves and Surplus										Other Comprehensive Income			Total attributable to owners of the parent	Non-Controlling Interest	Total
		Capital Reserve	Capital Redemption Reserve	Securities Premium	Employee Stock Options Plan (ESOP) reserve/Stock appreciation rights (SAR)	Special Reserve under section 45-IC of the Reserve Bank of India Act, 1934	Reserve under section 29C of the National Housing Bank Act, 1987	General reserve	Debenture redemption reserve	Impairment Reserve	Retained earnings	Exchange differences on translating the financial statements of a foreign operation	Revaluation Reserve through Other Comprehensive Income	Fair value changes on equity/debt Instruments through Other Comprehensive Income			
Balance as at 31 March 2024	**2.25**	**8,026.45**	**287.87**	**29,623.85**	**372.06**	**7,946.60**	**646.15**	**717.15**	**2,688.01**	**2,216.85**	**(8,746.83)**	**31.86**	**3,368.17**	**(455.72)**	**46,724.72**	**12,869.24**	**59,593.96**
Profit or loss	-	-	-	-	-	-	-	-	-	-	3,988.30	-	-	-	3,988.30	1,369.90	5,358.20
Changes in accounting policy or prior period errors	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other comprehensive income/(loss)	-	-	-	-	-	-	-	-	-	-	25.46	35.86	-	(8,220.85)	(8,159.53)	428.14	(7,731.39)
Total comprehensive income for the year	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**4,013.76**	**35.86**	**-**	**(8,220.85)**	**(4,171.23)**	**1,798.04**	**(2,373.19)**
Dividends to equity shareholders	-	-	-	-	-	-	-	-	-	-	(1,375.40)	-	-	-	(1,375.40)	-	(1,375.40)
Transfers to securities premium on exercise of ESOP & SAR	-	-	-	105.15	(105.15)	-	-	-	-	-	-	-	-	-	-	-	-
Issue of equity instruments on ESOP & SAR	(52.84)	-	-	50.80	-	-	-	-	-	-	-	-	-	-	(2.04)	-	(2.04)
Share application money received	50.94	-	-	-	-	-	-	-	-	-	-	-	-	-	50.94	-	50.94
ESOP charge	-	-	-	-	28.59	-	-	-	-	-	-	-	-	-	1.80	-	1.80
SAR charge	-	-	-	-	55.65	-	-	-	-	-	-	-	-	-	55.65	-	55.65
Reversal on account of lapses of ESOP & SAR	-	-	-	-	(62.07)	-	-	-	-	-	-	-	-	-	(62.07)	-	(62.07)
ESOP & SAR charges transferred to reserves	-	-	-	-	(38.01)	-	-	-	-	-	-	-	-	-	(38.01)	-	(38.01)
Transfer Under 45-IC of the Reserve Bank of India Act, 1934	-	-	-	-	-	(52.70)	-	-	-	-	52.70	-	-	-	-	-	-
Transfer Under 29C of the National Housing Bank Act, 1987	-	-	-	-	-	-	38.77	-	-	-	(38.77)	-	-	-	-	-	-
Transfer under Impairment reserve	-	-	-	-	-	-	-	-	-	378.26	(378.26)	-	-	-	-	-	-
Transfer under Debenture Redemption Reserve	-	-	-	-	-	-	-	-	88.99	-	(88.99)	-	-	-	-	-	-
Transfer under Revaluation Reserve	-	-	-	-	-	-	-	-	-	-	263.50	-	(263.50)	-	-	-	-
Transfer under Capital Redemption Reserve	-	-	26.39	-	-	-	-	-	-	-	(26.39)	-	-	-	-	-	-
On account of sale of shares held by Employee Welfare Trust	-	-	-	773.41	-	-	-	-	-	-	1,644.91	-	-	-	2,418.32	-	2,418.32
Effect of changes in group's interest	-	26.27	-	-	-	-	-	-	-	-	(343.90)	(0.62)	-	14.69	(303.56)	267.12	(36.44)
Balance as at 31 March 2025	**0.35**	**8,052.72**	**314.26**	**30,553.21**	**251.07**	**7,893.90**	**684.92**	**717.15**	**2,777.00**	**2,595.11**	**(5,023.67)**	**67.10**	**3,104.67**	**(8,661.88)**	**43,325.91**	**14,934.40**	**58,260.31**
Profit or loss	-	-	-	-	-	-	-	-	-	-	5,466.32	-	-	-	5,466.32	1,338.31	6,804.63
Changes in accounting policy or prior period errors	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other comprehensive income/(loss)	-	-	-	-	-	-	-	-	-	-	(31.05)	406.24	-	(7,696.88)	(7,321.69)	(926.95)	(8,248.64)
Total comprehensive income for the year	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**5,435.27**	**406.24**	**-**	**(7,696.88)**	**(1,855.37)**	**411.36**	**(1,444.01)**
Dividends to equity shareholders	-	-	-	-	-	-	-	-	-	-	(4,760.68)	-	-	-	(4,760.68)	-	(4,760.68)
Transfers to securities premium on exercise of ESOP & SAR	-	-	-	184.15	(184.15)	-	-	-	-	-	-	-	-	-	-	-	-
Issue of equity instruments on ESOP & SAR	(10.89)	-	-	10.12	-	-	-	-	-	-	-	-	-	-	(0.77)	-	(0.77)
Share application money received	10.54	-	-	-	-	-	-	-	-	-	-	-	-	-	10.54	-	10.54
ESOP charge	-	-	-	-	380.01	-	-	-	-	-	-	-	-	-	380.01	-	380.01
SAR charge	-	-	-	-	222.06	-	-	-	-	-	-	-	-	-	222.06	-	222.06
Reversal on account of lapses of ESOP & SAR	-	-	-	-	(7.14)	-	-	-	-	-	-	-	-	-	(7.14)	-	(7.14)
ESOP & SAR charges transferred to reserves	-	-	-	-	(4.29)	-	-	-	-	-	-	-	-	-	(4.29)	-	(4.29)
Transfer Under 45-IC of the Reserve Bank of India Act, 1934	-	-	-	-	-	474.90	-	-	-	-	(474.90)	-	-	-	-	-	-
Transfer Under 29C of the National Housing Bank Act, 1987	-	-	-	-	-	-	45.59	-	-	-	(45.59)	-	-	-	-	-	-
Transfer under Debenture Redemption Reserve	-	-	-	-	-	-	-	-	(157.08)	-	157.08	-	-	-	-	-	-
Transfer under Revaluation Reserve	-	-	-	-	-	-	-	-	-	-	595.74	-	(595.74)	-	-	-	-
Transfer under Capital Redemption Reserve	-	-	52.63	-	-	-	-	-	-	-	(52.63)	-	-	-	-	-	-
On account of sale of shares held by Employee Welfare Trust	-	-	-	946.32	-	-	-	-	-	-	1,235.50	-	-	-	2,181.82	-	2,181.82
Effect of changes in group's interest	-	(117.60)	(11.27)	(34.58)	(26.79)	-	-	-	-	-	5,982.89	-	-	-	5,792.65	(2,140.66)	3,651.99
Balance as at 31 March 2026	**-**	**7,935.12**	**355.62**	**31,659.22**	**630.77**	**8,368.80**	**730.51**	**717.15**	**2,619.92**	**2,595.11**	**3,049.01**	**473.34**	**2,508.93**	**(16,358.76)**	**45,284.74**	**13,205.10**	**58,489.84**

Refer note 29 for information on nature of reserves maintained at Group level.

Edelweiss Financial Services Limited
Consolidated Statement of changes in equity
CIN-L99999MH1995PLC094641
(Currency : Indian rupees in millions)

Notes:

1 Edelweiss Employees' Welfare Trust and Edelweiss Employees' Incentive and Welfare Trust are extension of Edelweiss Financial Services Limited standalone financial statements and have been accordingly carried forward in consolidated financial statements. These trusts are holding Nil (Previous year 2,44,30,780) number of equity shares amounting to ₹ Nil (Previous year ₹ 24.43 million). These are deducted from total outstanding equity shares.

2 The above two Employee Welfare Trust(s) hold an aggregate Nil (Previous year 2,44,30,780) equity shares of the Company for incentive and welfare benefits for group employees as per extant applicable SEBI regulations. Pursuant to the exercise of right available under Regulation 29 of SEBI (Share Based Employee Benefits) Regulations, 2014, the Company has applied before the expiry date of 27 October 2019 for extension of the time limit for disposing of aforesaid equity shares. The said application is under consideration and approval for extension from SEBI is awaited as at date.

The accompanying notes are an integral part of the Consolidated Financial Statements. 1 to 79

As per our report of even date attached.

For Nangia & Co. LLP
Chartered Accountants
ICAI Firms Registration Number: 002391C/N500069

Jaspreet Singh Bedi
Partner
Membership No: 601788

Mumbai, 30 April 2026

For and on behalf of the Board of Directors of
Edelweiss Financial Services Limited

Rashesh Shah
Chairman & Managing Director
DIN: 00008322

Shiva Kumar
Independent Director
DIN: 06590343

Ananya Suneja
Chief Financial Officer

Tarun Khurana
Company Secretary
Membership No: 12344

Mumbai, 30 April 2026

1. Background

Edelweiss Financial Services Limited (the Holding Company), Public Limited company domiciled in India and incorporated on 21 November 1995 under the provision of Companies Act, 1956. The shares of the Holding Company are listed on Bombay Stock Exchange (BSE) and National Stock Exchange (NSE), India. The Holding Company is principally engaged in providing investment banking services and holding company activities comprising of development, managerial and financial support to the business of Edelweiss group entities. The Holding Company has its registered office at Edelweiss House, Off C.S.T. Road, Kalina, Mumbai, India.

Material accounting policies

2. Basis of preparation of consolidated financial statements

The consolidated financial statements relate to Edelweiss Financial Services Limited ('the Holding Company') and its subsidiaries, consolidating trusts (together 'the Group') and associates & jointly controlled entities. The Group offers wide suite of financial services products to retail and institutional customers. Group is primarily engaged in (a) Alternatives (b) Capital business which includes lending business and investment activities, (c) Insurance business which includes Life insurance and General insurance business (d) Asset reconstruction business (e) Mutual Fund and (e) Other business which includes custodian and CSR activities.

The consolidated financial statements of the Group have been prepared in accordance with the Indian Accounting Standards ('Ind AS') as per the Companies (Indian Accounting Standards) Rules, 2015, as amended by the Companies (Indian Accounting Standards) Rules, 2016, notified under Section 133 of the Companies Act, 2013 ('the Act'), other relevant provisions of the Act and other accounting principles generally accepted in India. These consolidated financial statements have been approved for issue by the Board of Directors of the Holding Company on 30 April 2026.

These consolidated financial statements have been prepared on a historical cost basis, except for entities under liquidation/ dissolution and certain financial instruments such as financial asset measured at fair value through other comprehensive income (FVOCI) instruments, derivative financial instruments, fair value through Profit or Loss and other financial assets held for trading, certain property plant and equipment which have been measured at fair value. The consolidated financial statements are presented in Indian Rupees (INR) and all values are rounded to the nearest million, except when otherwise indicated.

These consolidated financial statements are prepared on a going concern basis in accordance with the Ind AS 1. The management is in view that the Company shall be able to continue its business for the foreseeable future and no material uncertainty exists that may cast significant doubt on the going concern assumption.

3. Presentation of financial statements

The Group prepares and presents its balance sheet in order of liquidity in compliance with the Division III of the Schedule III to the Companies Act, 2013.

4. Basis of consolidation:

The Consolidated Financial Statements are prepared in accordance with Ind AS 110 – Consolidated Financial Statements Ind AS - 110 notified under Section 133 of the Act. The consolidated financial statements incorporate the financial statements of the Holding Company and all its subsidiaries and jointly controlled entities as at 31 March 2026 including any controlled structured entities, being the entities that it controls. Control is met when the Group is exposed, or has rights, to variable returns from its involvement with the investee and has the ability to affect those returns through its power over the investee. Generally, there is a presumption that a majority of voting rights result in control.

To support this presumption and when the Group has less than a majority of the voting or similar rights of an investee, the Group considers all relevant facts and circumstances in assessing whether it has power over an investee, including:

- The contractual arrangement with the other vote holders of the investee
- Rights arising from other contractual arrangements
- The Group's voting rights and potential voting rights
- The size of the Group's holding of voting rights relative to the size and dispersion of the holdings of the other voting rights holders

Consolidation of a subsidiary begins when the Group obtains control over the subsidiary. In the event of any change in one or more of the three elements of control, the Group reassess nature of control and stops consolidation if it concludes that the Group has lost the control over the subsidiary. Assets, liabilities, income and expenses of a subsidiary acquired or disposed of during the year are included in the consolidated financial statements from the date the Group gains control until the date the Group ceases to control the subsidiary.

Consolidated financial statements are prepared using uniform accounting policies for like transactions and other events in similar circumstances. If a member of the Group uses accounting policies other than those adopted in the consolidated financial statements for like transactions and events in similar circumstances, appropriate adjustments are made to that Group member's financial statements in preparing the consolidated financial statements to ensure conformity with the Group's accounting policies. No subsidiaries, associates, jointly controlled entities and consolidated structure entities have followed different accounting policies than those followed by the Group for the preparation of these consolidated financial statements.

Consolidation procedure:

a. Combine like items of assets, liabilities, equity, income, expenses and cash flows of the parent with those of its subsidiaries. For this purpose, income and expenses of the subsidiary are based on the amounts of the assets and liabilities recognised in the consolidated financial statements at the acquisition date.

b. Offset (eliminate) the carrying amount of the parent's investment in each subsidiary and the parent's portion of equity of each subsidiary. Business combinations policy explains how to account for any related goodwill.

c. Eliminate in full intragroup assets and liabilities, equity, income, expenses and cash flows relating to transactions between entities of the Group (profits or losses resulting from intragroup transactions that are recognised in assets, are eliminated in full). Income Taxes applies to temporary differences that arise from the elimination of profits and losses resulting from intragroup transactions.

Basis of consolidation (Continued)

Profit or loss and each component of Other Comprehensive Income (OCI) are attributed to the equity holders of the parent of the Group and to the non-controlling interests, even if this results in the non-controlling interests having a deficit balance.

A change in the ownership interest of a subsidiary, without loss of control, is accounted for as an equity transaction. With respect to put options granted by the Group to the holders of non-controlling interests in a subsidiary, where the Group does not have a present ownership interest in the shares subject to put, till the put remains unexercised, non-controlling continues to be recognised including allocation of profit or loss, other comprehensive income and other changes in equity of the subsidiary. However, at each reporting date, the non-controlling interest is derecognised as if it were acquired at that date and a financial liability is recognised and measured at its fair value. The difference between these two amounts is recognised as an equity transaction and attributed to owners of the parent.

Given the level of judgement required regarding consolidation of structured entities, these considerations are described further in the significant accounting judgements.

If the Group loses control of a subsidiary, as per the requirements of Ind AS 110, it

a. derecognizes the assets (including any goodwill) and liabilities of the subsidiary at their carrying amounts at the date when control is lost; and the carrying amount of any non-controlling interests in the former subsidiary at the date when control is lost (including any components of other comprehensive income attributable to them);
b. recognises the fair value of the consideration received, if any, from the transaction that resulted in the loss of control;
c. measures any investment retained in the former subsidiary at fair value at the date when control is lost; and
d. recognises any resulting difference as a gain or loss in profit or loss attributable to the parent.

As per the requirements of Ind AS 110, the fair value as per c) above is regarded as the cost on initial recognition of an investment in jointly controlled entity for the purpose of accounting under equity method.

The financial statements of all subsidiaries incorporated outside India are converted on the following basis: (a) Income and expenses are converted at the average rate of exchange applicable for the period/year and (b) All assets and liabilities are translated at the closing rate as on the Balance Sheet date. The exchange difference arising out of period/year end translation is debited or credited as “Exchange differences on translating the financial statements of a foreign operation” forming part of Other Comprehensive Income and accumulated as a separate component of other equity.

Investment in associates and jointly controlled entities:

An associate is an entity over which the Group has the significant influence/power to participate in the financial and operating policy decision of the investee, but it’s not control or joint control over those policies.

A jointly controlled entity is a type of joint arrangement whereby the parties that have joint control of the arrangement have rights to the net assets of the jointly controlled entity. Joint control is the contractually agreed sharing of control of an arrangement, which exists only when decisions about the relevant activities require the unanimous consent of the parties sharing control.

Basis of consolidation (Continued)

The Group's investments in its associate and jointly controlled entities are accounted for using the equity method. Under the equity method, the investment in an associate and jointly controlled entities is initially recognised at cost. The carrying amount of the investment is adjusted to recognise changes in the Group's share of net assets of the associate and jointly controlled entities since the acquisition date / date of joint control. The Statement of Profit and Loss reflects the Group's share of the results of operations of the associate and jointly controlled entities. Any change in OCI of those investees is presented as part of the Group's OCI. In addition, when there has been a change recognised directly in the equity of the associate and jointly controlled entities, the Group recognises its share of any changes, when applicable, in the Statement of Changes in Equity. Unrealised gains and losses resulting from transactions between the Group and the associate are eliminated to the extent of the interest in the associate / jointly controlled entities.

The financial statements of the associate or jointly controlled entity are prepared for the same reporting period as the Group. When necessary, adjustments are made to bring the accounting policies in line with those of the Group.

After application of the equity method, the Group determines whether it is necessary to recognise an impairment loss on its investment in its associate or jointly controlled entity. At each reporting date, the Group determines whether there is objective evidence that the investment in the associate or jointly controlled entity is impaired. If there is such evidence, the Group calculates the amount of impairment as the difference between the recoverable amount of the associate or jointly controlled entity and its carrying value, and then recognises the loss within 'Share of profit of an associate and a jointly controlled entity' in the statement of profit or loss.

5. Material accounting policies

This note provides the material accounting policies adopted in the preparation of these consolidated financial statements. These policies have been consistently applied to all the years presented, unless otherwise stated.

5.1. Recognition of Interest, Dividend income and Donation income Interest Income

Interest income is recorded using the effective interest rate (EIR) method for all financial instruments measured at amortised cost and debt instrument measured at FVOCI. The EIR is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to the gross carrying amount of the financial asset.

The EIR is calculated by taking into account any discount or premium on acquisition, fees and costs attributable to acquisition of a financial instrument Hence, it recognises the effect of potentially different interest rates charged at various stages, and other characteristics of the product life cycle (including prepayments, penalty interest and charges).

If expectations regarding the cash flows on the financial asset are revised for reasons other than credit risk, the adjustment is booked as modification gain/loss to the carrying amount of the asset in the balance sheet with an increase or reduction in interest income.

When a financial asset becomes credit-impaired and is, therefore, regarded as 'Stage 3', the Group calculates interest income by applying the effective interest rate to the amortised cost net of impairment loss of the financial asset. If the financial assets cures and is no longer credit-impaired, the Group reverts to calculating interest income on a gross basis.

Material accounting policies (Continued)

For purchased or originated credit-impaired (POCI) financial assets, the Group calculates interest income by calculating the credit- adjusted EIR and applying that rate to the amortised cost of the asset. The credit-adjusted EIR is the interest rate that, at original recognition, discounts the estimated future cash flows (including credit losses) to the amortised cost of the POCI assets.

Interest on financial assets subsequently measured at fair value through profit or loss (FVTPL) is recognised at the contractual rate of interest.

Dividend Income

Dividend income is recognised in profit or loss when the Group's right to receive payment of the dividend is established, it is probable that the economic benefits associated with the dividend will flow to the entity, and the amount of the dividend can be measured reliably.

Donation/grants received

General donations are recognised as income in the year of receipt in the statement of profit and loss. Amount received with a specific direction from donors towards a particular project for more than a financial year is recognized as income, only to the extent of cost incurred in that financial year and balance is recorded as liability. Amounts received with a specific direction from donors that such amounts shall from a part of Corpus of the Foundation are credited as Corpus Fund and disclosed as a liability in the Balance Sheet.

5.2 Financial Instruments

5.2.1 Date of recognition

Financial assets and financial liabilities, with the exception of debt securities and borrowings are initially recognised on the trade date, i.e., the date that the Group becomes a party to the contractual provisions of the instrument. This includes regular way trades: purchases or sales of financial assets that require delivery of assets within the time frame generally established by regulation or convention in the marketplace. The Group recognises borrowings when funds are available for utilisation to the Group.

5.2.2 Initial measurement of financial instruments

Financial assets and financial liabilities are initially measured at fair value. Trade receivables are measured at transaction price. 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 of the financial assets or financial liabilities, as appropriate, on initial recognition. Transaction costs directly attributable to the acquisition of financial assets or financial liabilities at fair value through profit or loss are recognised immediately in profit or loss.

Material accounting policies (Continued)

5.2.3 Day 1 profit or loss

When the transaction price of the financial instrument differs from the fair value at origination and the fair value is based on a valuation technique using only inputs observable in market transactions, the Group recognises the difference between the transaction price and fair value in net gain on fair value changes. In those cases where fair value is based on models for which some of the inputs are not observable, the difference between the transaction price and the fair value is deferred and is only recognised in profit or loss when the inputs become observable, or when the instrument is derecognised.

5.3 Classification of financial instruments

5.3.1 Financial assets:

The Group classifies all its financial assets based on the business model for managing the assets and the asset's contractual Terms. Financial Assets are measured at either:

- Amortised cost; or
- Fair value through other comprehensive income [FVOCI]; or
- Fair value through profit or loss [FVTPL]

The Group measures debt financial assets that meet the following conditions at amortised cost:

- the financial asset is held within a business model whose objective is to hold financial assets in order 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 on the principal amount outstanding.

Debt financial instruments that meet the following conditions are subsequently measured at fair value through other comprehensive income (except for debt instruments that are designated as at fair value through profit or loss on initial recognition):

- the financial asset is held within a business model whose objective is achieved both by collecting contractual cash flows and selling the financial assets; and
- the contractual terms of the financial asset give rise on specified dates to cashflows that are solely payments of principal and interest on the principal amount outstanding.

All other financial assets are initially measured at fair value and subsequently measured at FVTPL.

5.3.1.1 Amortised cost and Effective interest method

The amortised cost of a financial asset is the amount at which the financial asset is measured at initial recognition minus the principal repayments, plus the cumulative amortisation using the effective interest method of any difference between that initial amount and the maturity amount. On the other hand, the net carrying amount of a financial asset is the amortised cost of a financial asset after adjusting for any loss allowance.

Material accounting policies (Continued)

5.3.1.2 Financial assets held for trading

The Group classifies financial assets as held for trading when they have been purchased or issued primarily for short-term profit making through trading activities or form part of a portfolio of financial instruments that are managed together, for which there is evidence of pattern of short-term profit taking. Held-for- trading assets are recorded and measured in the balance sheet at fair value. Such Financial assets are designated at FVTPL.

5.3.1.3 Financial asset measured at FVOCI

Unrealised gains or losses on debt instruments measured at FVOCI are recognised in other comprehensive income, and on derecognition of such instrument accumulated gains or losses are recycled to profit and loss statement. Interest income on such instrument is recognised in profit and loss statements using EIR method.

5.3.1.4 Investment in equity instruments

The Group subsequently measures all equity investments at fair value through profit or loss, unless the management has elected to irrevocably classify some of its strategic equity investments to be measured at FVOCI. Such classification is determined on an instrument- by-instrument basis.

5.3.2 Financial liabilities

All financial liabilities are measured at amortised cost except loan commitments, financial guarantees, and derivative financial liabilities.

5.3.2.1 Debt securities and other borrowed funds

After initial measurement, debt issued and other borrowed funds are subsequently measured at amortised cost. Amortised cost is calculated by taking into account any discount or premium on issue funds, and costs that are an integral part of the instrument.

The Group issues certain non-convertible debentures, the return of which is linked to performance of specified indices over the period of the debenture. Such debentures have a component of an embedded derivative which is separated from the instrument on initial recognition and fair valued at reporting date. The resultant net unrealised loss or gain on the fair valuation of these embedded derivatives is recognised in the statement of profit and loss. The debt component of such debentures is measured at amortised cost using yield to maturity basis.

5.3.2.2 Financial assets and financial liabilities at fair value through profit or loss

Financial assets and financial liabilities in this category are those that are not held for trading and have been either designated by management upon initial recognition or are mandatorily required to be measured at fair value. An individual instrument is designated at FVTPL upon initial recognition only when one of the following criterias are met.

- The designation eliminates, or significantly reduces, the inconsistent treatment that would otherwise arise from measuring the assets or liabilities or recognising gains or losses on them on a different basis; or

Material accounting policies (Continued)

- The liabilities are part of a group of financial liabilities, which are managed and their performance evaluated on a fair value basis, in accordance with a documented risk management or investment strategy; or
- The liabilities containing one or more embedded derivatives, unless they do not significantly modify the cash flows that would otherwise be required by the contract, or it is clear with little or no analysis when a similar instrument is first considered that separation of the embedded derivative(s) is prohibited.

Financial assets and financial liabilities measured at FVTPL are recorded in the balance sheet at fair value and any changes in fair value are recorded in profit and loss with the exception of movements in fair value of liabilities designated at FVTPL due to changes in the Company's own credit risk. Such changes in fair value are recorded in the Own credit reserve through OCI and do not get recycled to the profit or loss .Interest earned or incurred on instruments designated at FVTPL is accrued in interest income or finance cost, as the case may be, using the EIR, taking into account any discount/ premium and qualifying transaction costs being an integral part of instrument. Interest earned on assets mandatorily required to be measured at FVTPL is recorded using contractual interest rate.

5.3.2.3 Financial guarantee:

Financial guarantees are contracts that require the Group to make specified payments to reimburse to holder for loss that it incurs because a specified debtor fails to make payment when it is due in accordance with the terms of a debt instrument.

Financial guarantee issued or commitments to provide a loan at below market interest rate are initially measured at fair value and the initial fair value is amortised over the life of the guarantee or the commitment. Subsequently they are measured at higher of this amortised amount and the amount of loss allowance.

5.3.2.4 Loan commitment

Undrawn loan commitments are commitments under which, the Group is required to provide a loan with pre-specified terms to the customer during the duration of commitment.

5.3.3 Financial liabilities and equity instruments

Financial instruments issued by the group are classified as either financial liabilities or as equity in accordance with the substance of the contractual arrangements and the definitions of a financial liability and an equity instrument.

An equity instrument is any contract that evidences a residual interest in the assets of an entity after deducting all of its liabilities. Equity instruments issued by a group entity are recognised at the proceeds received, net of direct issue costs.

Repurchase of the Group's own equity instruments is recognised and deducted directly in equity. No gain or loss is recognised in profit or loss on the purchase, sale, issue or cancellation of the Group's own equity instruments.

Derivatives

The Group enters into a variety of derivative financial instruments to manage its exposure to interest rate and foreign exchange rate risks, including foreign exchange forward contracts and interest rate swaps.

Material accounting policies (Continued)

A derivative is a financial instrument or other contract with all three of the following characteristics:

- Its value changes in response to the change in a specified interest rate, financial instrument price, commodity price, foreign exchange rate, index of prices or rates, credit rating or credit index, or other variable, provided that, in the case of a non- financial variable, it is not specific to a party to the contract (i.e., the 'underlying').
- It requires no initial net investment or an initial net investment that is smaller than would be required for other types of contracts expected to have a similar response to changes in market factors.
- It is settled at a future date.

The Group issues non-convertible debentures, the return of which is linked to performance of specified indices over the period of the debenture. Group enters into derivative contracts to effectively mitigate the risk on such exposure by either minimising the loss or earn a minimum committed income (say for example purchased call and put options) with a wide range of strike prices. This risk mitigation plan has been approved by the risk committee.

Derivatives are initially recognised at fair value and are subsequently re-measured at fair value and the resulting gain or loss is recognised in profit or loss immediately.

Embedded derivatives

An embedded derivative is a component of a hybrid instrument that also includes a non-derivative host contract with the effect that some of the cash flows of the combined instrument vary in a way similar to a standalone derivative An embedded derivative causes some or all of the cash flows that otherwise would be required by the contract to be modified according to a specified interest rate, foreign exchange rate, or other variable, provided that, in the case of a non-financial variable, it is not specific to a party to the contract.

Derivatives embedded in all other host contracts are accounted for as separate derivatives and recorded at fair value if their economic characteristics and risks are not closely related to those of the host contracts and the host contracts are not held for trading or designated at fair value though profit or loss. These embedded derivatives are measured at fair value with changes in fair value recognised in profit or loss, unless designated as effective hedging instruments.

5.4 Reclassification of financial assets and financial liabilities

The Group does not reclassify its financial assets subsequent to their initial recognition, apart from the exceptional circumstances in which the Group acquires, disposes of, or terminates a business line. Financial liabilities are never reclassified.

5.5 Derecognition of financial assets and financial liabilities

5.5.1 Derecognition of financial assets due to substantial modification of terms and conditions

The Group derecognises a financial asset, such as a loan to a customer, when the terms and conditions have been renegotiated to the extent that, it substantially becomes a new financial assets. In these case to the extent that impairment loss has not already been recorded difference is recognised as derecognition gain or loss in the statement of profit and loss. The newly recognised financial asset are treated as Stage 1 for ECL measurement purposes, unless the new financial asset is classified as Purchased Or Originated Credit Impaired (POCI) assets.

Material accounting policies (Continued)

While assessing whether or not to derecognise a financial asset, the Group considers the following factors:

- Change in currency of the loan
- Introduction of an equity feature
- Change in counterparty

If the modification does not result in cash flows that are substantially different, the modification does not result in derecognition. Group calculates modified carrying value by discounting modified cash flow at the original EIR and records a modification gain or loss, to the extent that an impairment loss has not already been recorded.

5.5.2 Derecognition of financial assets (other than due to substantial modification)

A financial asset (or, where applicable, a part of a financial asset or part of a group of similar financial assets) is derecognised when the rights to receive cash flows from the financial asset have expired. The Group also derecognises the financial asset if it has transferred the financial asset and the transfer qualifies for derecognition.

The Group has transferred the financial asset if, and only if, either:

- The Group has transferred its contractual rights to receive cash flows from the financial asset; or
- It retains the rights to the cash flows, but has assumed an obligation to pay the received cash flows in full without material delay to a third party under a 'pass–through' arrangement.

Pass -through arrangements are transactions whereby the Group retains the contractual rights to receive the cash flows of a financial asset (the 'original asset'), but assumes a contractual obligation to pay those cash flows to one or more entities (the 'eventual recipients'), when all of the following conditions are met:

- The Group has no obligation to pay amounts to the eventual recipients unless it has collected equivalent amounts from the original asset, excluding short-term advances with the right to full recovery of the amount lent plus accrued interest at market rate.

- The Group cannot sell or pledge the original asset other than as security to the eventual recipients.

The Group has to remit any cash flows it collects on behalf of the eventual recipients without material delay. In addition, the Group is not entitled to reinvest such cash flows, except for investments in cash or cash equivalents including interest earned, during the period between the collection date and the date of required remittance to the eventual recipients.

A transfer qualifies for derecognition only if either:

- The Group has transferred substantially all the risks and rewards of the asset; or
- The Group has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.

The Group considers control to be transferred if and only if, the transferee has the practical ability to sell the asset in its entirety to an unrelated third party and is able to exercise that ability unilaterally and without imposing additional restrictions on the transfer.

Material accounting policies (Continued)

5.5.3 Derecognition of financial liabilities

A financial liability is derecognised when the obligation under the liability is discharged, cancelled or expires.

Where an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing financial liability are substantially modified, such an exchange or modification is treated as a derecognition of the original financial liability and a new financial liability is recognised. The difference between the carrying value of the original financial liability and the consideration paid, including modified contractual cash flow recognised as new financial liability, would be recognised in profit or loss.

5.6 Impairment of financial assets

The Group records allowance for expected credit losses for all financial assets, other than financial assets held at FVTPL, together with loan commitment and financial guarantee contracts. Equity instruments are not subjected to impairment allowance.

The Group follows 'simplified approach' for recognition of impairment loss allowance on trade receivables and lease receivables. The application of simplified approach does not require the Group to track changes in credit risk. Rather, it recognises impairment loss allowance based on lifetime ECLs at each reporting date, right from its initial recognition. The Group uses a provision matrix to determine impairment loss allowance on portfolio of its receivables. The provision matrix is based on its historically observed default rates over the expected life of the receivables. However, if receivables contain a significant financing component, the Group measures the loss allowance by applying general approach.

For all other financial assets, where ECL to be recognised, the Group recognises lifetime ECL when there has been a significant increase in credit risk (SICR) since initial recognition. If, on the other hand, the credit risk has not increased significantly since initial recognition, the Group measures the loss allowance for such instrument at an amount equal to 12-month expected credit losses (12m ECL). The assessment of whether lifetime ECL should be recognised is based on significant increases in the likelihood or risk of a default occurring since initial recognition instead of an evidence of a financial asset being credit-impaired at the reporting date or an actual default occurring.

Lifetime ECL represents the expected credit losses that will result from all possible default events over the expected life. In contrast, 12m ECL represents the portion of lifetime ECL that is expected to result from default events that are possible within 12 months after the reporting date.

The measurement of ECL is a function of the probability of default (PD), loss given default (LGD) (i.e. the magnitude of the loss if there is a default) and the exposure at default (EAD). The assessment of the PD and LGD is based on historical data adjusted for forward-looking information. EAD, for financial assets, is represented by the assets' gross carrying amount at the reporting date; for loan commitments and financial guarantee contracts, the EAD includes the amount drawn down as at the reporting date, together with any additional amounts expected to be drawn down in the future by default date determined based on historical trend, the Group's understanding of the specific future financing needs of the borrowers, and other relevant forward-looking information.

For financial assets, ECL is estimated as the difference between all contractual cash flows that are due to the Group in accordance with the contract and all the cash flows that the Group expects to receive, discounted at the original effective interest rate. The Group recognises an impairment loss or reversal of impairment loss in the profit and loss statement with a corresponding adjustment to their carrying amount through a loss allowance account.

Material accounting policies (Continued)

If a financial instrument includes both a loan (i.e. financial asset) and an undrawn commitment (i.e. loan commitment) component and the Group cannot separately identify the ECL on the loan commitment component from those on the financial asset component, the ECL on the loan commitment is recognised together with the loss allowance for the financial asset. To the extent that the combined ECL exceed the gross carrying amount of the financial asset, excess amount is recognised as a provision. For other loan commitments and all financial guarantee contracts, the loss allowance is recognised as provision.

5.7 Collateral valuation

To mitigate its credit risks on financial assets, the Group seeks to use collateral, where possible. The collateral comes in various forms, such as cash, securities, letters of credit/guarantees, real estate, receivables, inventories, other non-financial assets and credit enhancements such as netting agreements. Depending on its form, Collateral can have a significant financial effect in mitigating the Group's credit risk and the fair value of collateral affects the calculation of ECLs. Fair value of Collateral is generally assessed, at the inception and re- assessed on a periodical basis. Collateral with frequent changes in underlying value and requiring counterparty to maintain stipulated margin/security cover, is valued daily.

To the extent possible, the Group uses active market data for valuing financial assets held as collateral. Other financial assets which do not have readily determinable market values are valued using valuation models.

5.8 Investment properties

Properties, including those under construction, held to earn rentals and/or capital appreciation are classified as investment property and are measured and reported at cost, including transaction costs. Subsequent to initial recognition, investment properties are stated at cost less accumulated depreciation and accumulated impairment loss, if any.

Depreciation is recognised using written down method so as to write off the cost of the investment property less their residual values over their useful lives specified in Schedule II to the Companies Act, 2013 or in the case of assets where the useful life was determined by technical evaluation, over the useful life so determined. Depreciation method is reviewed at each financial year end to reflect the expected pattern of consumption of the future benefits embodied in the investment property. The estimated useful life and residual values are also reviewed at each financial year end and the effect of any change in the estimates of useful life/residual value is accounted on prospective basis.

An investment property is derecognised upon disposal or when the investment property is permanently withdrawn from use and no future economic benefits are expected from the disposal. Any gain or loss arising on derecognition of property is recognised in the Statement of Profit and Loss in the same period.

5.9 Write off

Financial assets are written off either partially or in their entirety only when the Group has no reasonable expectation of recovery. If the amount to be written off is greater than the accumulated loss allowance, the difference is first treated as an addition to the allowance that is then applied against the gross carrying amount. Any subsequent recoveries are credited to impairment on financial instrument on statement of profit and loss.

Material accounting policies (Continued)

5.10 Forborne and modified loan

Considering borrower's financial difficulties the Group may sometimes make some concessions or modifications to the original terms of loans . The Group considers a loan forborne when such concessions or modifications are provided as a result of the borrower's present or expected financial difficulties and the Group would not have agreed to them if the borrower had been in good financial health. Forbearance may involve extending the payment arrangements and the agreement of new loan conditions. Once the terms are renegotiated, impairment is measured using the original EIR on modified cash flows. Where such concessions

are granted Group continue to monitor forborne loans for an observable period for regular payment of renegotiated cash flows. Group evaluates each case for derecognition and classification of loan in Stage 2 or Stage 3.. If these procedures identify a loss in relation to a loan, it is disclosed and managed as an impaired Stage 3 forborne asset, until it is collected or written off.

5.11 Determination of fair value

The Group measures its qualifying financial instruments, at fair value at each balance sheet date. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

- In the principal market for the asset or liability, or
- In the absence of a principal market, in the most advantageous market for the asset or liability

The principal or the most advantageous market must be accessible by the Group.

The Group uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximising the use of relevant observable inputs and minimising the use of unobservable inputs. In order to show how fair values have been derived, financial instruments are classified based on a hierarchy of valuation techniques, as summarised below:

- Level 1 financial instruments −Those where the inputs used in the valuation are unadjusted quoted prices from active markets for identical assets or liabilities that the Group has access at the measurement date. The Group considers markets as active only if there are sufficient trading activities with regards to the volume and liquidity of the identical assets or liabilities and when there are binding and exercisable price quotes available on the balance sheet date.

- Level 2 financial instruments−Those where the inputs that are used for valuation are significant and are derived from directly or indirectly observable market data available over the entire period of the instrument's life.

- Level 3 financial instruments − Those that include one or more unobservable input that is significant to the measurement as whole. For assets and liabilities that are recognised in the financial statements on a recurring basis, the Group determines whether transfers have occurred between levels in the hierarchy by re-assessing categorisation (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period. The Group periodically reviews its valuation techniques including the adopted methodologies and model calibrations.

Material accounting policies (Continued)

In accordance with Ind AS 109 and Ind AS 113, Variable Additional Return (VaR) from investments in AIFs or partnership interests is recognised through profit or loss as part of net fair value changes. Recognition is based on the waterfall distribution mechanism specified in fund documents and Group accounting policy. VaR is estimated and recognised progressively over the remaining life of the fund up to expected realisation.

Therefore, the Group applies various techniques to estimate the credit risk associated with its financial instruments measured at fair value, which include a portfolio-based approach that estimates the expected net exposure per counterparty over the full lifetime of the individual assets, in order to reflect the credit risk of the individual counterparties for non-collateralised financial instruments.

The Group evaluates the levelling at each reporting period on an instrument-by-instrument basis and reclassifies instruments when necessary based on the facts at the end of the reporting period.

5.12 Revenue from contracts with customers

Revenue is measured at transaction price i.e. the amount of consideration to which the Group expects to be entitled in exchange for transferring promised goods or services to the customer, excluding amounts collected on behalf of third parties. The Group consider the terms of the contract and its customary business practices to determine the transaction price. Where the consideration promised is variable, the Group excludes the estimates of variable consideration that are constrained. The Group applies the five-step approach for the recognition of revenue:

I. Identification of contract
II. Identification of the separate performance obligation in the contract
III. Determination of transaction price
IV. Allocation of transaction price to separate performance obligation and
V. Recognition of revenue when (or as) each performance obligation is satisfied The Group recognises revenue (net of applicable Goods and Service Tax (GST)) from the following sources:

a. Fee income including investment banking, advisory fees and syndication fees, is accounted in accordance with agreement entered into with respective investment managers / advisors.
b. Clearing fee income arises, when the performance obligation related to trade is executed and a valid contract is generated for the trade. Fee income is accounted for, at a point in time or over a period of time in accordance with the terms and contracts entered into between the Group and the counterparty.
c. Brokerage income including client subscription fees is recognised as per contracted rates at the point in time when transaction's performance obligation is satisfied on behalf of the customers on the trade date.
d. Investment management fees are recognised net of GST over the tenure in accordance with the Investment Management Agreement with Investment Manager.
e. Management fee from trusts declared by it for acquisition of financial assets and the same is accounted for over the tenure as per terms of the relevant trust deeds and offer document issued by the Trust. Further any upside share in excess realisation over acquisition price of financial asset is recognised in accordance with terms of the relevant trust deed/offer document. Redemption incentive and recovery incentive is accounted over the period on cash basis, i.e. as and when received by the Group as per the terms of the relevant trust deeds and offer document issued by the Trust.
f. Portfolio management fees are recognised over the tenure in accordance with portfolio management agreement entered with respective clients.
g. Interest on delayed payments and rental income are recognised as revenue on certainty of realisation.
h. Agency commission/procurement income is recorded in pursuant to terms and conditions mentioned in scope of work or agreement.

Material accounting policies (Continued)

i. Real estate advisory fee is recognised as per the terms and conditions mentioned in the agreement.
j. Revenue from fund management services (excluding mutual fund business) is recognised over the tenure in accordance with the terms and conditions of the investment management agreement between the Group and the Fund for which the Group acts as a fund manager.
k. Revenue from rendering of trustee services is recognised in accordance with the terms and conditions of the Compensation Agreement between the trustee company and the fund.
l. Sales of Commodities is accounted as per the terms of agreement with parties.
m. The Group recognises incremental costs of obtaining a contract with a customer as an asset if it expects to recover those costs. This asset is amortised to profit or loss on a systematic basis consistent with the transfer to the customer of the goods or services to which the asset relates.
n. Lease rentals are recognised as income in Statement of Profit and Loss on a straight-line basis over the lease term. Costs related to operating and maintenance of investment property is recognised as expense.
o. Insurance and other claims are recognised as revenue on certainty of realisation.
p. Profit or loss on sale of investments is recognised on trade date basis.

5.13 Leases

Group as a lessee

The Group makes an assessment of lease at the time of inception of a contract and if the contract conveys the right to control the use of an identified asset for a period in exchange for consideration, same is recognised as Lease liability. The Group applies a single recognition and measurement approach for all leases, except for short-term leases and leases of low-value assets. The Group recognises lease liabilities to make lease payments and right-of-use assets representing the right to use the underlying assets.

Lease Liabilities

At the initial recognition, the Group measures lease liabilities at present value of all lease payments discounted, using the Group's incremental cost of borrowing, to be made over the lease term. The lease payments include fixed payments (including in substance fixed payments) less any lease incentives receivable, variable lease payments that depend on an index or a rate, and amounts expected to be paid under residual value guarantees.

Subsequently, the lease liability is

- increased to reflect the accretion of interest; and
- reduced for the lease payments made and
- remeasured to reflect any change in the lease term, change in the lease payments (e.g., changes to future payments resulting from a change in an index or rate used to determine such lease payments), or change in option to purchase the underlying asset.

Measurement of Right of use assets

The Group recognises 'Right-of-Use' assets at the commencement date of the lease (i.e., the date the underlying asset is available for use). The cost of 'Right-of-Use' assets includes the amount of lease liabilities recognised, initial direct costs incurred, and lease payments made at or before the commencement date less any lease incentives received.

Subsequently 'Right-of-Use' assets are measured at cost less any accumulated depreciation; and impairment losses; and adjusted for any remeasurement of lease liabilities.Right-of-use assets are depreciated on a straight-line basis over the lease term or the estimated useful lives of the assets whichever is short.

Material accounting policies (Continued)

Short term lease

The Group has elected not to recognise 'Right of Use 'asset and lease liabilities for short term leases of 12 months or less. The Group recognises lease payment associated with these leases as expense on a straight- line basis over lease term.

Group as lessor

Leases in which the Group does not transfer substantially all the risks and rewards incidental to ownership of an asset is classified as operating leases. Rental income arising is accounted for on a straight-line basis over the lease terms. Initial direct costs incurred in negotiating and arranging an operating lease are added to the carrying amount of the leased asset and recognised over the lease term on the same basis as rental income. Contingent rents are recognised as revenue in the period in which they are earned.

Leases are classified as finance leases when substantially all of the risks and rewards of ownership transfer from the Group to the lessee. Amounts due from lessees under finance leases are recorded as receivables at the Group's net investment in the leases. Finance lease income is allocated to accounting periods so as to reflect a constant periodic rate of return on the net investment outstanding in respect of the lease.

5.14 Earnings per share

Basic earnings per share is computed by dividing the net profit after tax attributable to the equity shareholders of the Holding Company for the year by the weighted average number of equity shares outstanding for the year.

Diluted earnings per share reflect the potential dilution that could occur if securities or other contracts to issue equity shares were exercised or converted during the year. Diluted earnings per share is computed by dividing the net profit after tax attributable to the equity shareholders for the year by weighted average number of equity shares considered for deriving basic earnings per share and weighted average number of equity shares that could have been issued upon conversion of all dilutive potential equity shares.

5.15 Foreign currency transactions

The Consolidated Financial information are presented in Indian Rupees which is also functional currency of the Parent. For each entity the Group determines the functional currency and items included in the financial statements of each entity are measured using that functional currency. Transactions in currencies other than Indian Rupees (i.e. foreign currencies) are recognized at the rates of exchange prevailing at the dates of the transactions. At the end of each reporting period, monetary items denominated in foreign currencies are translated at the rates prevailing at that date. Non-monetary items carried at fair value that are denominated in foreign currencies are retranslated at the rates prevailing at the date when the fair value was determined. Non-monetary items that are measured in terms of historical cost in a foreign currency are not retranslated. Foreign exchange Translation Reserve (FCTR) thus created is recognised in Other Comprehensive Income.

In respect of monetary assets and liabilities, in ordinary course of business, are translated at exchange rate prevailing at the dates of the transactions and subsequently remeasured at rates prevailing at end of each reporting period. Exchange gain/(loss) arising thereof is recognised in profit or loss in the period in which they arise.

Material accounting policies (Continued)

5.16 Retirement and other employee benefit

Provident fund and national pension scheme

The Group contributes to a recognised provident fund and national pension scheme which is a defined contribution scheme. The contributions are accounted for as expense, when an employee renders the related service in the statement of profit and loss.

Gratuity

The Group's gratuity scheme is a defined benefit plan. An independent actuarial valuation is carried out to determines the present value of the obligation under such benefit plan using the Projected Unit Credit Method. Benefits in respect of gratuity are funded with an Insurance company approved by Insurance Regulatory and Development Authority (IRDA). Any deficits in plan assets managed by Insurer as compared to present valuation of obligation, determined by actuary, are recognised as a liability.

Remeasurements, comprising of actuarial gains and losses, the effect of the asset ceiling, excluding amounts included in net interest on the net defined benefit liability and the return on plan assets (excluding amounts included in net interest on the net defined benefit liability), are recognised immediately in the balance sheet with a corresponding debit or credit to retained earnings through OCI in the period in which they occur.

Past service costs are recognised in profit or loss on the earlier of:

- The date of the plan amendment or curtailment, and
- The date that the Group recognises related restructuring costs

Net interest is calculated by applying the discount rate to the net defined benefit liability or asset. The Group recognises the following changes in the net defined benefit obligation as an expense in the consolidated statement of profit and loss:

- Service costs comprising current service costs, past-service costs, gains and losses on curtailments and non-routine settlements; and
- Net interest expense or income

Remeasurements are not reclassified to profit or loss in subsequent periods.

Compensated Absences

The eligible employees of the Group are permitted to carry forward certain number of their annual leave entitlement to subsequent years, subject to a ceiling. The Group recognises the charge in the statement of profit and loss and corresponding liability on such non- vesting accumulated leave entitlement based on a valuation by an independent actuary. The cost of providing annual leave benefits is determined using the projected unit credit method.

Material accounting policies (Continued)

5.17 Share-based payment arrangements

Equity-settled share- based payments to employees are measured by reference to the fair value of the equity instruments at the grant date. These includes Stock Appreciation Rights (SARs) which grants employees right to receive the difference between the SAR price and the market price of equity shares on the date of vesting. Settlement of the difference can be made, either in cash or by issuance of equity shares of the Company, is at the discretion of the Company. These are classified as equity settled share-based transaction.

The fair value determined at the grant date of the equity-settled share-based payments is expensed over the vesting period, based on the Group's estimate of equity instruments that will eventually vest, with a corresponding increase in equity. At the end of each reporting period, the Group estimates the number of equity instruments expected to vest. The impact of the revision over the original estimates, is recognised in profit or loss such that the cumulative expense reflects the revised estimate, with a corresponding adjustment to the 'ESOP & SAR reserve'. In cases where the share options granted vest in tranches over the vesting period, the Group treats each tranche as a separate grant, because of different vesting period and difference in, the fair value of each tranche.

5.18 Property, plant and equipment and right – of – use assets

Property plant and equipment (PPE) is stated at cost excluding the costs of day–to–day servicing, less accumulated depreciation and accumulated impairment in value. PPE is recognised when it is probable that future economic benefits associated with the item is expected to flow to the Company and the cost of the item can be measured reliably. Changes in the expected useful life are accounted for by changing the amortisation period or methodology, as appropriate, and treated as changes in accounting estimates.

Subsequent costs incurred on an item of property, plant and equipment is recognised in the carrying amount thereof when those costs meet the recognition criteria. Repairs and maintenance are recognised in profit or loss as cost.

An item of property, plant and equipment is derecognised upon disposal or when no future economic benefits are expected to arise from the continued use of the asset. Any gain or loss arising on the disposal or retirement of an item of property, plant and equipment is determined as the difference between the sales proceeds and the carrying amount of the asset and is recognised in the statement of profit and loss.

Capital work in progress is stated at cost, net of accumulated impairment loss, if any.

Depreciation is recognised so as to write off the cost of assets (other than freehold land and properties under construction) less their residual values over their useful lives. Depreciation is provided on a written down value basis from the date the asset is ready for its intended use or put to use whichever is earlier. In respect of assets sold, depreciation is provided upto the date of disposal.

As per the requirement of Schedule II of the Companies Act, 2013, the Group has evaluated the useful lives of the respective property, plant and equipment which are as per the provisions of Part C of the Schedule II for calculating the depreciation. The estimated useful lives of the property, plant and equipment are as follows:
Estimated useful lives of the assets are as follows:

Material accounting policies (Continued)

Nature of assets	Estimated useful life
Building (other than Factory Building)	60 years
Plant and Equipments	15 years
Furniture and fixtures	10 years
Vehicles	8 years
Vessel (Boat)	13 years
Office Equipment	5 years
Computers - Servers and networks	6 years
Computers - End user devices, such as desktops, laptops, etc.	3 years
Solar power plant	15 years

Land and buildings are subsequently shown at fair value based on periodic valuations by external independent valuers, less subsequent depreciation for buildings. Valuations will be carried out on a regular basis, unless the management consider it appropriate to have an earlier revaluation, such that the carrying amount of property does not differ materially from that which would be determined using fair values at the end of the reporting period. Any accumulated depreciation at the date of revaluation is eliminated from the gross carrying amount of the asset, and the net amount is restated to the revalued amount of the asset.

Subsequent measurement of land and building under revaluation model

Increases in the carrying amount arising on revaluation of land and buildings are credited to other comprehensive income and shown as a revaluation reserve in shareholders' equity. An exception is a gain on revaluation that reverses a revaluation decrease (impairment) on the same asset previously recognised as an expense. Decreases that offset previous increases of the same asset are charged in other comprehensive income and debited against the revaluation reserve directly in equity; all other decreases are charged to profit or loss. Each year the difference between depreciation based on the revalued carrying amount of the asset charged to profit or loss and depreciation based on the asset's original cost is transferred from the revaluation reserve to retained earnings.

Right-of-use assets are depreciated on a straight-line basis over the lease term.

An item of property, plant and equipment is derecognised upon disposal or when no future economic benefits are expected to arise from the continued use of the asset. The carrying amount of those components which have been separately recognised as assets is derecognised at the time of replacement thereof. Any gain or loss arising on the disposal or retirement of an item of property, plant and equipment is determined as the difference between the sales proceeds and the carrying amount of the asset and is recognised in profit or loss.

The residual values, useful lives and methods of depreciation of property, plant and equipment are reviewed at each financial year end and adjusted prospectively, if appropriate.

Material accounting policies (Continued)

5.19 Intangible assets

The Group's intangible assets mainly include the value of computer software and assets management rights. An intangible asset is recognised only when its cost can be measured reliably and it is probable that the expected future economic benefits that are attributable to it will flow to the Group. Asset management rights has an indefinite life and tested for impairment, if any.

Intangible assets acquired separately are measured on initial recognition at cost. Intangible assets acquired in a business combination are recognised at their fair value as at the date of acquisition. Subsequently, intangible assets are carried at cost less any accumulated amortisation and any accumulated impairment losses. Intangible assets with finite lives are amortised over the useful economic life.

An intangible asset is derecognised on disposal, or when no future economic benefits are expected from use or disposal. Gains and losses arising from derecognition of an intangible asset, measured as the difference between the net disposal proceeds and the carrying amount of the assets are recognised in the statement of profit and loss when the asset is derecognised.

5.20 Impairment of non-financial assets

The Group assesses at each balance sheet date whether there is any indication that an asset may have be impaired based on internal/ external factors. If any such indication exists, the Group estimates the recoverable amount of the asset. If such recoverable amount of the asset or the recoverable amount of cash generating unit which the asset belongs to is less than its carrying amount, the carrying amount is reduced to its recoverable amount. The reduction is treated as an impairment loss and is recognised in the statement of profit and loss. If at the balance sheet date there is an indication that a previously assessed impairment loss no longer exists, the recoverable amount is reassessed and the asset is reflected at the recoverable amount subject to a maximum of the depreciable historical cost.

5.21 Cash and cash equivalents

Cash and cash equivalent in the balance sheet comprise cash at banks and on hand and short-term deposits with an original maturity of three months or less, that are readily convertible to a known amount of cash and subject to an insignificant risk of changes in value.

5.22 Provisions and other contingent liabilities

Provisions are recognised when the Group has a present obligation (legal or constructive) as a result of a past event, it is probable that the Group will be required to settle the obligation, and a reliable estimate can be made of the amount of the obligation. If the effect of the time value of money is material, provisions are determined by discounting the expected future cash flows to net present value using an appropriate pre- tax discount rate that reflects current market assessments of the time value of money and, where appropriate, the risks specific to the liability.

A present obligation that arises from past events, where it is either not probable that an outflow of resources will be required to settle or a reliable estimate of the amount cannot be made, is disclosed as a contingent liability. Contingent liabilities are also disclosed when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Group. Claims against the Group, where the possibility of any outflow of resources in settlement is remote, are not disclosed as contingent liabilities.

Material accounting policies (Continued)

Contingent assets are not recognised in the financial statements since this may result in the recognition of income that may never be realised. However, when the realisation of income is virtually certain, then the related asset is not a contingent asset and is recognised.

5.23 Income tax

Income tax expense represents the sum of the current tax and deferred tax.

5.23.1 Current tax

The tax payable for the reporting period is computed on taxable profit for the year. The Group's current tax is calculated using tax rates and tax laws that have been enacted or substantively enacted by the end of the reporting period. Current income tax assets and liabilities are measured at the amount expected to be recovered from or paid to the taxation authorities. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted, at the reporting date in the countries where the Group operates and generates taxable income.

Current income tax relating to items recognised outside profit or loss is recognised outside profit or loss (either in other comprehensive income or in equity). Current tax items are recognised in correlation to the underlying transaction either in OCI or directly in equity. Management periodically evaluates positions taken in the tax returns with respect to situations in which applicable tax regulations are subject to interpretation and considers whether it is probable that a taxation authority will accept an uncertain tax treatment. The group shall reflect the effect of uncertainty for each uncertain tax treatment by using either most likely method or expected value method, depending on which method predicts better resolution of the treatment.

5.23.2 Deferred tax

Deferred tax is recognised using Balance Sheet approach on temporary differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit. Deferred tax liabilities are recognised for all taxable temporary differences. Deferred tax assets are recognised for all deductible temporary differences to the extent that it is probable that taxable profits will be available against which those deductible temporary differences can be utilised.

Deferred tax assets are also recognised with respect to carry forward of unused tax losses and unused tax credits to the extent that it is probable that future taxable profit will be available against which the unused tax losses and unused tax credits can be utilized, except;

- When the deferred tax asset relating to the deductible temporary difference arises from the initial recognition of an asset or liability in a transaction that is not a business combination and, at the time of the transaction, affects neither the accounting profit nor taxable profit or loss

- In respect of deductible temporary differences associated with investments in subsidiaries and associates and jointly controlled entities, deferred tax assets are recognised only to the extent that it is probable that the temporary differences will reverse in the foreseeable future and taxable profit will be available against which the temporary differences can be utilized

Material accounting policies (Continued)

It is probable that taxable profit will be available against which a deductible temporary difference, unused tax loss or unused tax credit can be utilised when there are sufficient taxable temporary differences which are expected to reverse in the period of reversal of deductible temporary difference or in periods in which a tax loss can be carried forward or back. When this is not the case, deferred tax asset is recognised to the extent it is probable that:

- the entity will have sufficient taxable profit in the same period as reversal of deductible temporary difference or periods in which a tax loss can be carried forward or back; or
- tax planning opportunities are available that will create taxable profit in appropriate periods.

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

Deferred tax liabilities and assets are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realised, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period. The measurement of deferred tax liabilities and assets reflects the tax consequences that would follow from the manner in which the subsidiaries expects, at the end of the reporting period, to recover or settle the carrying amount of its assets and liabilities.

The Group offsets deferred tax assets and deferred tax liabilities if and only if it has a legally enforceable right to set off current tax assets and current tax liabilities and the deferred tax assets and deferred tax liabilities relate to income taxes levied by the same taxation authority on either the same taxable entity or different taxable entities which intend either to settle current tax liabilities and assets on a net basis, or to realise the assets and settle the liabilities simultaneously, in each future period in which significant amounts of deferred tax liabilities or assets are expected to be settled or recovered.

Current and deferred tax are recognised in profit or 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.

Minimum alternate tax (MAT)

MAT paid in a year is charged to the statement of profit and loss as current tax. The Group recognises unused MAT credit as a deferred tax asset only to the extent that it is probable that the Group will be able to utilise during the specified period, i.e., the period for which MAT credit is allowed to be carried forward. In the year in which the Group recognises deferred tax asset (MAT credit) as an asset, the said asset is created by way of credit to the statement of profit and loss. The Group reviews the MAT asset at each reporting date and writes down the asset to the extent that it is not probable that the Group will be able to utilise it during the specified period.

5.24 Business Combination

The acquisition method of accounting is used for business combinations by the Group. The cost of an acquisition is measured as the aggregate of the consideration transferred measured at acquisition date fair value and the amount of any non-controlling interests in the acquiree. At the acquisition date, the identifiable assets acquired and the liabilities assumed are recognised at their acquisition date fair values. Goodwill is initially measured as the excess of the aggregate of the consideration transferred and the amount recognised for non-controlling interests, and any previous interest held, over the net identifiable assets acquired and liabilities assumed. After initial recognition, goodwill is tested for impairment annually or more frequently if impairment indicators exists. For the purpose of impairment testing, goodwill acquired in a business combination is, from the acquisition date, allocated to each of

Material accounting policies (Continued)

the Group's cash-generating units that are expected to benefit from the combination, irrespective of whether other assets or liabilities of the acquiree are assigned to those units.

Business combination under common control

Common control business combinations includes transactions, such as transfer of subsidiaries or businesses, between entities within a group. Group has accounted all such transactions based on pooling of interest method, as follows:-

- The assets and liabilities of the combining entities are reflected at their carrying amounts.
- No adjustments are made to reflect fair values, or recognise any new assets or liabilities.
- The financial information in the financial statements in respect of prior periods are restated as if the business combination had occurred from the beginning of the preceding period in the financial statements, irrespective of the actual date of the combination.

The identity of the reserves shall be preserved and shall appear in the financial statements of the transferee in the same form in which they appeared in the financial statements of the transferor. The difference, if any, between the amount recorded as share capital issued plus any additional consideration in the form of cash or other assets and the amount of share capital of the transferor shall be transferred to capital reserve.

6. Material accounting policies of insurance business

6.1 Significant accounting policies of insurance business (Edelweiss Life Insurance Company Limited ("ELIFE")):

a. Product classification

Insurance contract

Insurance contracts are those contracts when ELIFE has accepted significant insurance risk from the policyholders by agreeing to compensate the policyholders if a specified uncertain future event (the insured event) adversely affects the policyholders.

As a general guideline, ELIFE determines whether it has significant insurance risk, by comparing benefits paid with benefits payable if the insured event did not occur. Such contract remains an insurance contract for the remainder of its lifetime, even if the insurance risk reduces significantly during this period, unless all rights and obligations are extinguished or expire. Contracts can be classified as insurance contracts after inception if insurance risk becomes significant.

Investment contract

Investment contracts are those contracts which are not insurance contract. Investment contracts are those contracts that transfer financial risk with no significant insurance risk. Investment contracts can, however, be reclassified as insurance contracts after inception if insurance risk becomes significant. Some insurance and investment contracts contain a discretionary participation feature (DPF), which is a contractual right to receive additional benefits as a supplement to guaranteed benefits.

Insurance and investment contracts are further classified as with DPF, Linked Business and Others. Insurance contracts and investment contracts with DPF are measured and accounted under existing accounting practices at the date of transition to Ind AS which is in accordance with Ind AS 104.

Material accounting policies of insurance business (Continued)

b. Revenue recognition

- Premium Income

Premium income on insurance contracts and investment contracts with DPF are recognised as income when due from policyholders. For regular premium contracts, receivables are recognised at the date when payments are due.

In respect of linked business, premium income is recognised when the associated units are allotted. Top up premiums paid by unit-linked policyholders are considered as single premium and recognised as income when the associated units are created.

Where policies lapse due to non-receipt of premiums, then all the related premium income accrued but not received from the date they are deemed to have lapsed is offset against premiums. Premium on lapsed policies is recognised as income on receipt basis on reinstatement or revival of these policies.

Investments contract policyholders are charged fees for policy administration, investment management, surrenders or other contract services. The fees may be fixed amounts or vary with the amounts being managed and will generally be charged as an adjustment to the policyholder's balance.

For investment contract without DPF, deposit accounting in accordance with Ind AS 104 and Ind AS 109 is followed.

Consequently only to the extent of charges and fees collected from such investment contract is accounted as income in statement of profit and loss. unless they relate to services to be provided in future periods, in which case they are deferred and recognized as and when the services are provided.

- Reinsurance premium ceded

Reinsurance premium ceded is accounted at the time of recognition of premium income in accordance with the treaty or in principle arrangement/agreement with the reinsurers.

- Income from Unit Linked Policies

Income from unit-linked policies, which include fund management charges, policy administration charges, mortality charges and other charges, wherever applicable, are recovered from the unit-linked funds in accordance with the terms and conditions of the policies issued and are recognised as and when due.

- Interest income on policy loans is recognised using effective interest rate method.

c. Acquisition costs

Acquisition cost which are primarily relatable to the acquisition of insurance and investment contracts with DPF are expensed in the period in which they are incurred.

For investment contracts with or without DPF, acquisition costs that are directly attributable to securing an investment contract are deferred and amortised over the period in which the service is provided.

Material accounting policies of insurance business (Continued)

Benefits paid:

Benefits paid consists of the policy benefit and claim settlement costs, if any.

- Non-linked business

Death, rider, withdrawals and surrender claims are accounted for on receipt of intimation. Maturity, survival benefit and annuities are accounted when due.

- Linked business

Death and rider are accounted for on receipt of intimation. Maturity claims and survival benefit are accounted for on due basis when the associated units are cancelled. Surrenders and withdrawals are accounted for on receipt of intimation. Amount payable on lapsed/ discontinued policies are accounted for on expiry of lock in period of these policies. Surrenders, withdrawals and lapsation are disclosed at net of charges recoverable.

- Reinsurance

Reinsurance claims receivable are accounted for in the same period as the related claim.

d. Reinsurance ceded

ELIFE cedes reinsurance in the normal course of business, with retention limits varying by line of business. Premiums ceded and claims reimbursed are presented on a gross basis in the statement of profit and loss.

Reinsurance assets primarily include balances due from reinsurance companies for ceded insurance. Amounts recoverable from reinsurers are estimated in a manner consistent with the underlying contract liabilities, outstanding claims provisions or settled claims associated with the reinsured policies and in accordance with the relevant reinsurance contract.

Reinsurance assets are reviewed for impairment at each reporting date, or more frequently, when an indication of impairment arises during the reporting period. Impairment occurs when there is objective evidence as a result of an event that occurred after initial recognition of the reinsurance asset that the company may not receive all outstanding amounts due under the terms of the contract and the event has a reliably measurable impact on the amounts that the company will receive from the reinsurer. The impairment loss is recorded in the statement of Profit or loss.

e. Hedge effective testing

- Prospective and retrospective hedge effectiveness is assessed using economic offset method. Testing performed prospectively at hedge inception and retrospectively at each reporting date.
- In line with the guidance note issued by ICAI, Para 45, the Company will be separating the interest element (forward element) and the spot price (spot element) of a futures contract while performing hedge effectiveness testing on the ongoing basis. As a result of the same, the offset ratio for a stock future designated hedge shall always be – 100% i.e. hedge effective during the life of the contract and on settlement. The forward element is amortized over the term of the derivative.

Material accounting policies of insurance business (Continued)

- For an effective hedge (both prospectively and retrospectively), the MTM gain/ loss is taken to Statement of Profit and Loss.
- A hedging relationship which is prospectively ineffective does not qualify for hedge accounting under extant guidelines issued by the ICAI and the MTM gain/ loss is taken to the Statement of Profit and Loss at every reporting date. The corresponding effect is given in the asset/ liability account.

f. Liability adequacy test

ELIFE assesses at the end of each reporting period whether its recognised insurance liabilities are adequate, using current estimates of future cash flows under its insurance contracts. If that assessment shows that the carrying amount of its insurance liabilities is inadequate in the light of the estimated future cash flows, the entire deficiency shall be recognised in the statement of profit or loss.

g. Policyholder Liability

Insurance contract and investment contract with DPF.

Under the Ind AS 104 requirement, insurance, and investment contract with DPF claims / liabilities are measured using the accounting policies consistent with those adopted previously under existing accounting practices.

Hence, the policyholder liabilities are calculated in accordance with the accepted actuarial practice, requirements of Insurance Act, 1938 and amendments thereafter, applicable regulations notified by the Insurance Regulatory and Development Authority of India (IRDAI), and Actuarial Practice Standards issued by the Institute of Actuaries of India.

h. Investment contracts without DPF

Liability in respect of investment contracts is recognised in accordance with Ind AS, taking into account accepted actuarial practices. Deposits (premium amount) collected are not accounted for through the statement of profit or loss but are accounted for directly through the balance sheet as an addition to the investment contract liability. Amounts paid (benefit amounts) are recorded as reductions of the investment contract liability.

i. Unclaimed amount of policyholders

- Assets held for unclaimed amount of policyholders is created and maintained in accordance with the requirement of IRDAI Master Circular No. IRDAI/PP&GR/CIR/MISC/117/9/2024 dated 05 September 2024 as amended from time to time.
- Unclaimed amount of policyholders' assets considered under other financial assets is invested in money market instruments and / or fixed deposits of scheduled banks which are valued at amortized cost.
- Income on unclaimed amount of policyholders is credited to respective unclaimed account and is accounted for on an accrual basis.
- Amount payable on account of income earned on assets held for unclaimed amount of policyholders is accounted for on an accrual basis and is disclosed net of fund management charges.
- Unclaimed amount of policyholders' liability considered is determined on the basis of NAV of the units outstanding as at the valuation date.
- Amounts remaining unclaimed for a period of 10 years together with all respective accretions to the fund as per the above-mentioned regulations are deposited into the Senior Citizen Welfare Fund (SCWF).

Material accounting policies of insurance business (Continued)

6.2 Significant accounting policies of General insurance business (Zuno General Insurance Limited "ZGIL")

Revenue recognition in general insurance business

- Premium Income

Premium (net of goods and service tax), including reinstatement premium on direct business and reinsurance accepted, other than for Long term motor insurance policies for new cars and new two wheelers ('Long-term motor insurance policies') issued on and after September 1, 2018, having term of more than one year, is recognized as income at the commencement of risk over the contract period or the period of risk, whichever is appropriate, on a gross basis and for installment cases, it is recognized on installment due dates.

Own Damage coverage premium in Long-term motor insurance policies is recognized in accordance with the movement IDV (Insured declared value) on a yearly basis over the policy period and Third Party coverage premium is recognized equally on a yearly basis over the policy period at the commencement of risk on 1/n basis where 'n' denotes the term of the policy period in years.

Reinstatement premium is recorded as and when such premiums are recovered. Any subsequent revisions to premium are recognized in the year in which they occur over the remaining period of risk or contract period, as applicable. Adjustments to premium income arising on cancellation of policies are recognized in the period in which they are cancelled.

- Reinsurance Ceded

Insurance premium on ceding of the risk other than Long-term motor insurance policies is recognized in the period in which the risk commences in accordance with reinsurance arrangements with the reinsurers. In case of Long-term motor insurance policies reinsurance premium is recognized on the insurance premium allocated for the year in accordance with reinsurance arrangements with the reinsurers. Any subsequent revisions to, refunds or cancellations of premiums are recognized in the year in which they occur.

Premium on excess of loss reinsurance cover is accounted as per the terms of the reinsurance arrangements. Adjustment to reinsurance premium arising on cancellation of policies is recognized in the period in which they are cancelled.

- Commission income from reinsurance ceded

Commission from reinsurance ceded is recognised as income on ceding of reinsurance premium in the period of ceding of risk. Profit commission under reinsurance treaties, wherever applicable, is recognised as income in the year of final determination of profits as confirmed by reinsurers and combined with commission on reinsurance ceded.

- Reserve for Unexpired Risk

Reserve for unexpired risk represent that part of net written premium which is attributable to and allocated to the succeeding accounting periods. Reserve for unexpired risk is calculated on net written premium on all unexpired policies at the balance sheet date based on 1/365th method for all segments, other than Health insurance policies with Health 241 Add ON cover. In Marine Hull business it is subject to a minimum of 100%.

Material accounting policies of insurance business (Continued)

In Switch product, the unexpired risk for Accidental damage cover is calculated on basis its usages i.e. used premium is accounted as earned premium and unused portion is accounted as unexpired risk reserve and for Fire & theft cover the unexpired risk is calculated on net written premium based on 1/365th method.

In Health insurance policies with Health 241 Add ON cover; the unexpired risk is calculated on net written premium on all unexpired policies at the balance sheet date based on:

a. 1/730 basis where there is no claim reported in the 1st year of policy
b. 1/365 basis where the claim is reported in the 1st year of policy

- Claims Incurred

Claims incurred comprise of claims paid (net of salvage and other recoveries), change in estimated liability for outstanding claims made following a loss occurrence reported and estimated liability for claims Incurred But Not Reported (IBNR) and claims Incurred But Not Enough Reported (IBNER). Further, claims incurred also include specific claim settlement costs comprising survey fees, legal expenses and other directly attributable costs. Claims (net of amounts receivable from reinsurers/coinsurers) are recognised on the date of intimation based on internal management estimates or on estimates from surveyors/insured in the respective revenue account(s).

Estimated liability for outstanding claims at balance sheet date is recorded net of claims recoverable from / payable to co-insurers / reinsurers, salvage to the extent there is certainty of realisation and other recoveries. Estimated liability for outstanding claims is determined by the management on the basis of ultimate amounts likely to be paid on each claim, established by the management in light of past experience and progressively modified for changes as appropriate, on availability of further information and in cases where claim payment period exceeds four years based on actuarial valuation. These estimates include claim settlement costs likely to be incurred to settle outstanding claims.

IBNR reserves are provisions for claims that may have been incurred during the accounting period but have not been reported or claimed. The IBNR provision also includes provision, for claims that have been incurred but are not enough reported (IBNER). The provision for IBNR and IBNER is based on actuarial estimate duly certified by the Appointed Actuary of ZGIL. The actuarial estimate is derived in accordance with relevant IRDAI regulations and Guidance Note GN 21 issued by the Institute of Actuaries of India. The Appointed Actuary has certified that the methodology and assumptions used to estimate the liability are appropriate and in accordance with guidelines and norms issued by the Institute of Actuaries of India in concurrence with the IRDAI regulations.

- Premium efficiency

Premium deficiency ('PDR') is recognised at segmental revenue account level, when the sum of expected net claim costs, related expenses and maintenance costs (related to claims handling) exceed the reserve for unexpired risks. The premium deficiency is calculated and duly certified by the Appointed Actuary.

7. Critical accounting judgements, key sources of estimation uncertainty and Adoption of New and Revised Standards

In the application of the Group's accounting policies, the management is required to make judgements, estimates and assumptions about the carrying amounts of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

7.1. Critical judgements in applying accounting policies

The following are the critical judgements, apart from those involving estimations, that the management has made in the process of applying the Group's accounting policies and that have the most significant effect on the amounts recognised in the consolidated financial statements.

a) Business model assessment

Classification and measurement of financial assets depends on the results of business model test. The Group determines the business model at a level that reflects how groups of financial assets are managed together to achieve a particular business objective. This assessment includes judgement reflecting all relevant evidence including how the performance of the assets is evaluated and their performance is measured, the risks that affect the performance of the assets and how these are managed and how the managers of the assets are compensated. The Group monitors financial assets measured at amortised cost that are derecognised prior to their maturity to understand the quantum, the reason for their disposal and whether the reasons are consistent with the objective of the business for which the asset was held. Group continuously monitors whether the business model for which the remaining financial assets are held continues to be appropriate and if it is not appropriate whether there has been a change in business model and so a prospective change to the classification of those assets is required.

b) Significant increase in credit risk

ECL is measured as allowance equal to 12-month ECL for stage 1 assets, or lifetime ECL for stage 2 or stage 3 assets. An asset moves to stage 2 when its credit risk has increased significantly since initial recognition. In assessing whether the credit risk of an asset has significantly increased the Group takes into account qualitative and quantitative reasonable and supportable forward-looking information.

c) Evaluation of control / joint control over entity

During the year ended 31 March 2026, the Group entered into a Shareholder Agreement (SHA) with a leading strategic investor for the sale of a 15% stake in Edelweiss Asset Management Limited (EAML) and Edelweiss Trusteeship Company Limited (ETCL). The Group assessed control over these entities in accordance with Ind AS 110. The assessment recognised that the SHA confers on the investor substantive rights over relevant activities, and as decisions on such activities require the unanimous consent of both parties, the Group determined that joint control exists in accordance with Ind AS 111. These entities are accordingly classified as jointly controlled entities and accounted for under the equity method per Ind AS 28, effective from the date of loss of control.

Critical accounting judgements, key sources of estimation uncertainty and Adoption of New and Revised Standards (Continued)

d) Significant increase in credit risk

ECL is measured as allowance equal to 12-month ECL for stage 1 assets, or lifetime ECL for stage 2 or stage 3 assets. An asset moves to stage 2 when its credit risk has increased significantly since initial recognition. In assessing whether the credit risk of an asset has significantly increased the Group takes into account qualitative and quantitative reasonable and supportable forward-looking information.

e) Evaluation of control over jointly controlled entities

During the year ended 31 March 2026, the Group entered into a Shareholder Agreement (SHA) with a leading strategic investor for the sale of a 15% stake in Edelweiss Asset Management Limited (EAML) and Edelweiss Trusteeship Company Limited (ETCL). The Group assessed control over these entities in accordance with Ind AS 110. The assessment recognised that the SHA confers on the investor substantive rights over relevant activities, and as decisions on such activities require the unanimous consent of both parties, the Group determined that joint control exists in accordance with Ind AS 111. These entities are accordingly classified as jointly controlled entities and accounted for under the equity method per Ind AS 28, effective from the date of loss of control.

f) Consolidation of structured entities

A structured entity is an entity that has been designed so that voting or similar rights are not the dominant factor in deciding who controls the entity, such as when any voting rights relate to administrative tasks only and the relevant activities are directed by means of contractual arrangements. In the context of the Group, structured entities comprise securitisation trusts in asset reconstruction business, mutual fund schemes and alternative investment funds / schemes thereof. The Group consolidates the structured entities that it controls. When making this judgement, the Group also considers voting and similar rights available to itself and other parties, who may limit the Group's ability to control, including rights to appoint, reassign or remove members of the structured entity's key management personnel who have the ability to direct the relevant activities, the exposure to variability of returns and whether the Group has the ability to use its power to affect the amount of the Group's returns i.e. the variability of returns in relation to the total returns of the investee entity.

g) Determining lease term for lease contracts with renewal and termination option

The Group determines the lease term as the non-cancellable term of the lease, together with any periods covered by an option to extend the lease if it is reasonably certain to be exercised, or any periods covered by an option to terminate the lease, if it is reasonably certain not to be exercised.

The Group has several lease contracts that include extension and termination options. The Group applies judgement in evaluating whether it is reasonably certain, whether or not, to exercise the option to renew or terminate the lease. That is, it considers all relevant factors that create an economic incentive for it to exercise either the renewal or termination. After the commencement date, the Group reassesses the lease term if there is a significant event or change in circumstances that is within its control that affects its ability to exercise or not to exercise the option to renew or to terminate (e.g., construction of significant leasehold improvements or significant customisation of the leased asset).

Critical accounting judgements, key sources of estimation uncertainty and Adoption of New and Revised Standards (Continued)

7.2 Key sources of estimation uncertainty

The Group based its assumptions and estimates on parameters available all the time consolidated financial statements were prepared. Existing circumstances and assumptions about future developments, however, may change due to market changes or circumstances arising that are beyond the control of the Group. Such changes are reflected in the assumptions when they occur. Following are the key assumptions concerning the future, and other key sources of estimation uncertainty at the end of the reporting period that may have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year.

a. Fair value of financial instruments

The fair value of financial instruments is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction in the principal (or most advantageous) market at the measurement date under current market conditions (i.e., an exit price) regardless of whether that price is directly observable or estimated using another valuation technique. When the fair values of financial assets and financial liabilities recorded in the balance sheet cannot be derived from active markets, they are determined using a variety of valuation techniques that include the use of valuation models. The inputs to these models are taken from observable markets wherever possible, but where this is not feasible, estimation is required in establishing fair values.

For Investments made into Security receipts (SRs), Group uses discounted cash flow model, given that the SRs are less liquid instruments. Expected cash flow levels including timing of cash flows are estimated by using quantitative and qualitative measures regarding the characteristics of the underlying assets including default rates, nature and value of collaterals, manner of resolution and other economic drivers. For any valuation which are based on models, Judgements and estimates are applied, which include considerations of liquidity, credit risk (both own and counterparty), funding value adjustments, correlation and volatility.

b. Impairment of financial assets

The measurement of impairment losses across all categories of financial assets requires judgement, in particular, the estimation of the amount and timing of future cash flows and collateral values when determining impairment losses and the assessment of a significant increase in credit risk. These estimates are driven by a number of factors, changes in which can result in different levels of allowances.

The Group's ECL calculations are outputs of models with a number of underlying assumptions regarding the choice of variable inputs and their interdependencies. Elements of the ECL models that are considered accounting judgements and estimates include:

a. PD calculation includes historical data, assumptions and expectations of future conditions.
b. The Group's criteria for assessing if there has been a significant increase in credit risk and so allowances for financial assets should be measured on a life-time expected credit loss and the qualitative assessment.
c. The segmentation of financial assets when their ECL is assessed on a collective basis.
d. Development of ECL models, including the various formulas and the choice of inputs.
e. Determination of associations between macroeconomic scenarios and, economic inputs, such as unemployment levels and collateral values, and the effect on PDs, EAD and LGD.
f. Selection of forward-looking macroeconomic scenarios and their probability weightings, to derive the economic inputs into the ECL models.

Critical accounting judgements, key sources of estimation uncertainty and Adoption of New and Revised Standards (Continued)

It is Group's policy to regularly review its models in the context of actual loss experience and adjust when necessary.

c. Effective interest rate method

The Group's EIR methodology, as explained in Note 5.1, recognises interest income / expense using a rate of return that represents the best estimate of a constant rate of return over the expected behavioral life of loans given / taken and recognises the effect of characteristics of the product life cycle.

This estimation, by nature, requires an element of judgement regarding the expected behaviour and life-cycle of the instruments, as well expected changes fee income/expense that are integral parts of the instrument.

d. Accounting for deferred taxes

Deferred tax assets are recognised for unused tax losses to the extent that it is probable that taxable profit will be available against which the losses can be utilised. Significant management judgement is required to determine the amount of deferred tax assets that can be recognised, based upon the likely timing and the level of future taxable profits together with future tax planning strategies.

The Group has recognised deferred tax assets on carried forward tax losses with respect to certain subsidiaries where the Group believes that the said deferred tax assets shall be recoverable based on the estimated future taxable income which in turn is based on approved business plans and budgets. The losses are allowed to be carried forward to the years in which the Group expects that there will be sufficient taxable profits to offset these losses.

e. Estimating the incremental borrowing rate

The Group cannot readily determine the interest rate implicit in the lease, therefore, it uses its incremental borrowing rate ('IBR') to measure lease liabilities. Incremental borrowing rate is the rate of interest that the Group would have to pay to borrow over a similar term, and with a similar security, the funds necessary to obtain an asset of a similar value to the right-of-use asset in a similar economic environment.

f. Asset liability management

Management has made an assessment of its ability to continue and is satisfied that it has the resources to continue in business for the foreseeable future.

7.3 Adoption of new and revised standards

a. New and amended Ind AS that are effective for the current year

Below are list of new standards and amendments that are effective for the first time for periods commencing on or after 01 April 2025 (i.e. year ended 31 March 2026).

Ministry of Corporate Affairs ("MCA") notifies new standards or amendments to the existing standards under Companies (Indian Accounting Standards) Rules as issued from time to time. In May 2025, MCA notified amendments to Ind AS 21 - The Effects of Changes in Foreign Exchange Rates, applicable w.e.f. 01 April 2025. The Company has reviewed the amendment and based on its evaluation has determined that it does not have any significant impact in its financial statements.

Critical accounting judgements, key sources of estimation uncertainty and Adoption of New and Revised Standards (Continued)

In August 2025, MCA notified the following amendments to:

- Ind AS 1, Presentation of Financial Statements, applicable w.e.f. April 01, 2025 – The amendment relates to classification of liabilities as current or non-current and non-current liabilities with covenants. In the context of classifying a liability as current, it removes the requirement of existence of a right to defer settlement for at least 12 months after the reporting date and instead requires that the said right should exist on the reporting date and have substance. The amendment also introduces guidance on classification of liabilities with covenants. The Company has no impact of these amendments in its classification criteria of current and non-current liabilities.

- Ind AS 7, Statement of Cash Flows and Ind AS 107, Financial Instruments: Disclosures, applicable w.e.f. April 01, 2025 – The amendment in Ind AS 7 requires to inform users of financial statements of the existence of supplier finance arrangements and explain the nature of the arrangements, the carrying amount of liabilities and the range of payment due dates. Ind AS 107 has been amended to add supplier finance arrangements as a factor that may cause concentration of liquidity risk. The Company has reviewed the amendment and based on its evaluation has determined that it does not have any significant impact in its financial statements.

- Ind AS 12, International Tax Reform – Pillar Two Model Rules applicable immediately - The amendments provide a temporary mandatory relief from deferred tax accounting for top-up tax and disclose that they have applied the relief. This relief is immediate and applies retrospectively. The Company has reviewed the amendment and based on its evaluation has determined that it does not have any significant impact in its special purpose financial statements.

- Ind AS 21, The Effects of Changes in Foreign Exchange Rates: The amendments provide guidance on determining exchangeability between currencies and estimating spot rates when a currency is not exchangeable.

b. New and amended Ind AS in issue but not yet effective

There are no new accounting standards/amendments that are issued, but not yet effective, upto the date of issuance of the Company's consolidated financial statements.

8. Cash and cash equivalents

Particulars	As at 31 March 2026	As at 31 March 2025
Cash on hand	**24.02**	32.32
Cheques on hand	**563.76**	394.71
Balances with banks (refer note 1 below)		
-in Current accounts	**14,895.15**	29,512.92
-in fixed deposits with original maturity less than three months	**11,721.59**	17,288.27
Total	**27,204.52**	**47,228.22**

Note 1:
Pledged bank balance/fixed deposits aggregating to ₹ 430.31 million (previous year ₹ 1,260.66 million) against debt securities issued.

9. Bank Balance other than cash and cash equivalents

Particulars	As at 31 March 2026	As at 31 March 2025
Fixed deposits with original maturity more than three months at amortised cost (refer Note 1 below)	**7,570.74**	5,169.21
Earmarked balance with banks (including unpaid dividend accounts)	**23.32**	9.40
Total	**7,594.06**	**5,178.61**

Note 1:

- Pledged fixed deposit aggregating to ₹ 4,181.75 million (previous year ₹ 3,435.73 million) with bank for securing credit facilities, obtaining bank guarantees, securitisation contracts and meeting margin requirement for trading in cross currency swaps and forward margin and with various regulators.

10. Derivative financial instruments

	As at 31 March 2026	Notional amount (Units in million)	Fair value of asset (₹ in million)	Notional amount (Units in million)	Fair value of liability (₹ in million)
(i)	**Currency derivatives**				
	Currency forwards	-	-	2.69	162.48
	Options purchased	30.00	5.78	-	-
	Options sold	-	-	27.00	7.07
	Less: Amount offset (refer note 10.1)	-	-	(29.69)	(169.55)
	Subtotal (i)		5.78		-
(ii)	**Interest rate derivatives**				
	Forwards and Interest rate swaps	0.00	319.35	820,763.56	1,383.38
	Options purchased	-	-	4,332.61	40.75
	Futures	74.76	72.89	-	-
	Less: Amount offset (refer note 10.1)	(74.76)	(72.89)	(822,605.95)	(1,058.17)
	Subtotal (ii)		319.35		365.96
(iii)	**Equity linked derivatives**				
	Stock futures	1,715.23	148.19	168.55	663.07
	Options purchased	153.60	1,126.86	-	-
	Options sold (written)	-	-	153.95	313.16
	Less: Amount offset (refer note 10.1)	(1,689.56)	(146.96)	(168.55)	(663.07)
	Subtotal (iii)		1,128.09		313.16
(iv)	**Index linked derivatives**				
	Index futures	0.01	2.77	0.53	318.01
	Options purchased	1.58	3,571.66	-	-
	Options sold (written)	-	-	1.55	1,694.57
	Less: Amount offset (refer note 10.1)	(0.01)	(2.77)	(0.53)	(318.01)
	Subtotal (iv)		3,571.66		1,694.57
(v)	**Embedded derivatives**				
	In market linked debentures	-	2,039.44	-	1,676.82
	Subtotal (v)		2,039.44		1,676.82
(vi)	**Commodity derivatives**				
	Commodity Futures	0.00	30.50	0.00	0.22
	Options sold (written)	-	-	5,387.00	17.47
	Less: Amount offset (refer note 10.1)	(0.00)	(30.50)	(0.00)	(0.22)
	Subtotal (vi)		-		17.47
	Total		7,064.32		4,067.98

10. Derivative financial instruments (Continued)

	As at 31 March 2025	Notional amount (Units in million)	Fair value of asset (₹ in million)	Notional amount (Units in million)	Fair value of liability (₹ in million)
(i)	Currency derivatives				
	Currency forwards	32.83	736.36	-	-
	Options purchased	12.00	3.28	-	-
	Options sold	-	-	10.50	2.72
	Less: Amount offset (refer note 10.1)	(32.83)	(736.36)	(10.50)	(2.72)
	Sub total (i)		**3.28**		**-**
(ii)	Interest rate derivatives				
	Forwards and Interest rate swaps	22,179.87	863.50	1,543,424.01	64.90
	Futures	-	-	59.54	19.31
	Less: Amount offset (refer note 10.1)	(20,641.37)	(794.53)	(1,543,483.55)	(41.06)
	Subtotal (ii)		**68.97**		**43.15**
(iii)	Equity linked derivatives				
	Stock futures	4.19	34.99	5.79	58.03
	Options purchased	0.30	3.73	-	-
	Options sold (written)	-	-	0.10	0.77
	Less: Amount offset (refer note 10.1)	(4.19)	(34.99)	(5.79)	(58.03)
	Subtotal (iii)		**3.73**		**0.77**
(iv)	Index linked derivatives				
	Index futures	140.84	28.48	0.05	4.99
	Options purchased	19.83	74.39	-	-
	Options sold (written)	-	-	0.55	123.81
	Less: Amount offset (refer note 10.1)	(140.84)	(28.48)	(0.07)	(10.53)
	Subtotal (iv)		**74.39**		**118.27**
(v)	Embedded derivatives				
	In market linked debentures	-	636.68	-	1,265.11
	Subtotal (v)		**636.68**		**1,265.11**
(vi)	Commodity derivatives				
	Commodity futures	0.00	0.20	-	-
	Less: Amount offset (refer note 10.1)	(0.00)	(0.20)	-	-
	Subtotal (vi)		**-**		**-**
	Total		**787.05**		**1,427.30**

0.00 million indicates amount less than ₹ 0.01 million

Notes

1 Notional amounts in the above tables refer to number of underlying equity shares in case of stock futures and options, number of underlying index units in case of index-linked derivatives, number of underlying currency units in case of currency derivatives, number of underlying government securities / bonds in case of interest rate futures, amount of notional currency in case of interest rate swaps.

2 Group has designed a risk based strategy to cover exposure on issued Benchmarked Linked Debentures, by entering into a derivative contracts either to minimise the loss or to earn a minimum committed income by entering into a combination of derivative contracts (say for example purchased call and put options) with a wide range of strike prices. Above strategy has been approved by the risk committee of respective subsidiary Companies in the Group and ensures that risk is fully or partially covered, which supports to reduce the risk exposure.

10.1 Offsetting:

The tables below summarise the financial assets and liabilities subject to offsetting, enforceable master netting and similar agreements, as well as financial collateral received to mitigate credit exposures for these financial assets, and whether offset is achieved in the balance sheet:

Financial assets subject to offsetting, netting arrangements

As at 31 March 2026:

Financial assets subject to offsetting	**Offsetting recognised in the balance sheet**			**Netting potential not recognised in balance sheet**			**Assets not subject to netting arrangements**	**Total assets**	**Maximum Exposure to Risk**
	Gross asset before offset	**Amount offset***	**Net asset recognised in balance sheet**	**Financial liabilities**	**Collateral received**	**Assets after consideration of netting potential**	**Assets recognised in the balance sheet**	**Recognised in the balance sheet**	**After consideration of netting potential**
Derivative financial assets	**7,317.44**	**253.12**	**7,064.32**	**-**	**-**	**7,064.32**	**-**	**7,064.32**	**7,064.32**

Financial liabilities subject to offsetting	**Offsetting recognised in the balance sheet**			**Netting potential not recognised in balance sheet**			**Liabilities not subject to netting arrangements**	**Total liabilities**	**Maximum Exposure to Risk**
	Gross liability before offset	**Amount offset***	**Net liability recognised in balance sheet**	**Financial assets**	**Collateral paid**	**Liabilities after consideration of netting potential**	**Liabilities recognised on the balance sheet**	**Recognised in the balance sheet**	**After consideration of netting potential**
Derivative financial liabilities	**6,277.00**	**2,209.02**	**4,067.98**	**-**	**-**	**4,067.98**	**-**	**4,067.98**	**4,067.98**

As at 31 March 2025:

Financial assets subject to offsetting	**Offsetting recognised in the balance sheet**			**Netting potential not recognised in balance sheet**			**Assets not subject to netting arrangements**	**Total assets**	**Maximum Exposure to Risk**
	Gross asset before offset	**Amount offset***	**Net asset recognised in balance sheet**	**Financial liabilities**	**Collateral received**	**Assets after consideration of netting potential**	**Assets recognised in the balance sheet**	**Recognised in the balance sheet**	**After consideration of netting potential**
Derivative financial assets	2,381.61	1,594.56	787.05	43.20	138.40	882.25	-	787.05	882.25

Financial liabilities subject to offsetting	**Offsetting recognised in the balance sheet**			**Netting potential not recognised in balance sheet**			**Liabilities not subject to netting arrangements**	**Total liabilities**	**Maximum Exposure to Risk**
	Gross liability before offset	**Amount offset***	**Net liability recognised in balance sheet**	**Financial assets**	**Collateral paid**	**Liabilities after consideration of netting potential**	**Liabilities recognised on the balance sheet**	**Recognised in the balance sheet**	**After consideration of netting potential**
Derivative financial liabilities	1,539.64	112.34	1,427.30	43.15	-	1,384.15	-	1,427.30	1,384.15

*As at the reporting date the amount of cash margin received that has been offset against gross derivative assets ₹ 253.12 million (Previous year ₹ 1,594.56 million). As at the reporting date the amount of cash margin paid that has been offset against gross derivative liability ₹ 2,209.02 million (Previous year ₹ 112.34 million).

11. Trade Receivables

Particulars	As at 31 March 2026	As at 31 March 2025
Receivables considered good - unsecured	**4,923.23**	4,139.68
Receivables which have significant increase in credit risk	**13.89**	13.41
Receivables - credit impaired	**629.76**	615.55
Gross receivables	**5,566.88**	**4,768.64**
Less : Allowance for expected credit losses - Provision for impairment - unsecured	**(225.74)**	(303.11)
Less : Allowance for expected credit losses - Receivables which have significant increase in credit risk	**(13.05)**	(11.45)
Less : Allowance for expected credit losses - Provision for impairment - credit impaired	**(544.79)**	(517.56)
Total allowance for expected credit losses (ECL)	**(783.58)**	**(832.12)**
Total receivables net of provision	**4,783.30**	**3,936.52**

11.1 Trade receivables ageing schedule

As at 31 March 2026	Outstanding for following periods from due date of payment					
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	4,232.34	192.71	103.17	111.90	283.11	4,923.23
(ii) Undisputed Trade Receivables – which have significant increase in credit risk	-	1.32	1.78	1.95	8.84	13.89
(iii) Undisputed Trade Receivables – credit impaired	68.69	6.87	111.65	76.92	365.63	629.76
(iv) Disputed Trade Receivables–considered good	-	-	-	-	-	-
(v) Disputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-
(vi) Disputed Trade Receivables – credit impaired	-	-	-	-	-	-
Gross receivables (A)	**4,301.03**	**200.90**	**216.60**	**190.77**	**657.58**	**5,566.88**
(i) Undisputed Trade receivables – considered good	(221.48)	(3.57)	(0.63)	(0.06)	-	(225.74)
(ii) Undisputed Trade Receivables – which have significant increase in credit risk	-	(0.48)	(1.78)	(1.95)	(8.84)	(13.05)
(iii) Undisputed Trade Receivables – credit impaired	(34.47)	(6.87)	(60.90)	(76.92)	(365.63)	(544.79)
(iv) Disputed Trade Receivables–considered good	-	-	-	-	-	-
(v) Disputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-
(vi) Disputed Trade Receivables – credit impaired	-	-	-	-	-	-
Total ECL Provision on receivables (B)	**(255.95)**	**(10.92)**	**(63.31)**	**(78.93)**	**(374.47)**	**(783.58)**
Total receivables net of provision = (A)-(B)	**4,045.08**	**189.98**	**153.29**	**111.84**	**283.11**	**4,783.30**

As at 31 March 2025	Outstanding for following periods from due date of payment					
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	3,713.92	114.20	180.75	130.81	-	4,139.68
(ii) Undisputed Trade Receivables – which have significant increase in credit risk	-	2.62	1.95	2.32	6.52	13.41
(iii) Undisputed Trade Receivables – credit impaired	16.24	5.75	37.66	62.96	492.94	615.55
(iv) Disputed Trade Receivables–considered good	-	-	-	-	-	-
(v) Disputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-
(vi) Disputed Trade Receivables – credit impaired	-	-	-	-	-	-
Gross receivables (A)	**3,730.16**	**122.57**	**220.36**	**196.09**	**499.46**	**4,768.64**
(i) Undisputed Trade receivables – considered good	(294.51)	(1.32)	(7.07)	(0.21)	-	(303.11)
(ii) Undisputed Trade Receivables – which have significant increase in credit risk	-	(0.66)	(1.95)	(2.32)	(6.52)	(11.45)
(iii) Undisputed Trade Receivables – credit impaired	(1.24)	(0.75)	(12.66)	(17.46)	(485.45)	(517.56)
(iv) Disputed Trade Receivables–considered good	-	-	-	-	-	-
(v) Disputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-
(vi) Disputed Trade Receivables – credit impaired	-	-	-	-	-	-
Total ECL Provision on receivables (B)	(295.75)	(2.73)	(21.68)	(19.99)	(491.97)	(832.12)
Total receivables net of provision = (A)-(B)	**3,434.41**	**119.84**	**198.68**	**176.10**	**7.49**	**3,936.52**

The unbilled amout is ₹ Nil (previous year ₹ Nil million)
Trade Receivables are generally on term of 0 to 90 days

No trade or other receivable are due from directors or other officers of the Group either severally or jointly with any other person. Nor any trade or other receivable are due from firms or private companies respectively in which any director is a partner, a director or a member.

11.2 Reconciliation of impairment allowance on trade receivables:

Particulars	Amount
Impairment allowance measured as per simplified approach	
Impairment allowance as on 31 March 2024	**1,515.76**
Net increase/(decrease) during the year	(683.64)
Impairment allowance as on 31 March 2025	**832.12**
Net increase/(decrease) during the year	(48.54)
Impairment allowance as on 31 March 2026	**783.58**

12. Loans

Particulars	As at 31 March 2026				As at 31 March 2025			
	at amortised cost	at FVTPL	at FVOCI	Total	at amortised cost	at FVTPL	at FVOCI	Total
Term Loans								
Corporate and Retail Credit	**99,899.42**	**1,248.15**	**19,417.88**	**120,565.45**	95,024.43	1,693.60	29,570.41	126,288.44
Distressed Credit	**9,995.66**	**-**	**12,208.97**	**22,204.63**	9,549.75	-	17,807.93	27,357.68
Other Credit	**931.80**	-	-	**931.80**	743.80	-	-	743.80
Total Gross (A)	**110,826.88**	**1,248.15**	**31,626.85**	**143,701.88**	**105,317.98**	**1,693.60**	**47,378.34**	**154,389.92**
Less: Impairment loss allowance	**26,145.45**	**-**	**7,698.83**	**33,844.28**	**18,807.14**	**-**	**13,369.74**	**32,176.88**
Total (Net) (A)	**84,681.43**	**1,248.15**	**23,928.02**	**109,857.60**	**86,510.84**	**1,693.60**	**34,008.60**	**122,213.04**
Secured by tangible assets (Property including land, building, project receivables and others)	**98,266.96**	**1,248.15**	**31,626.85**	**131,141.96**	93,786.09	1,693.60	46,958.84	142,438.53
Secured by intangible assets (fixed deposits, marketable securities and others)	**1,479.89**	-	-	**1,479.89**	1,502.07	-	419.50	1,921.57
Unsecured	**11,080.03**	-	-	**11,080.03**	10,029.82	-	-	10,029.82
Total Gross (B)	**110,826.88**	**1,248.15**	**31,626.85**	**143,701.88**	**105,317.98**	**1,693.60**	**47,378.34**	**154,389.92**
Less: Impairment loss allowance	**26,145.45**	-	**7,698.83**	**33,844.28**	**18,807.14**	**-**	**13,369.74**	**32,176.88**
Total (Net) (B)	**84,681.43**	**1,248.15**	**23,928.02**	**109,857.60**	**86,510.84**	**1,693.60**	**34,008.60**	**122,213.04**
Loans in India								
Public sector	-	-	-	-	-	-	-	-
Others	**110,826.88**	**1,248.15**	**31,626.85**	**143,701.88**	105,317.98	1,693.60	47,378.34	154,389.92
Total Gross (C)	**110,826.88**	**1,248.15**	**31,626.85**	**143,701.88**	**105,317.98**	**1,693.60**	**47,378.34**	**154,389.92**
Less: Impairment loss allowance	**26,145.45**	**-**	**7,698.83**	**33,844.28**	**18,807.14**	**-**	**13,369.74**	**32,176.88**
Total (Net) (C) (I)	**84,681.43**	**1,248.15**	**23,928.02**	**109,857.60**	**86,510.84**	**1,693.60**	**34,008.60**	**122,213.04**
Loans outside India	-	-	-	-	-	-	-	-
Less: Impairment loss allowance	-	-	-	-	-	-	-	-
Total (Net) (C) (II)	-	-	-	-	-	-	-	-
Total (C) (I) and (C) (II)	**84,681.43**	**1,248.15**	**23,928.02**	**109,857.60**	**86,510.84**	**1,693.60**	**34,008.60**	**122,213.04**

Note: Loans including Installment and Interest outstanding due from the directors amounts to ₹ Nil million (Previous year ₹ Nil million).

12. Loans *(Continued)*

12.1 Credit Quality

The table below shows the credit quality and the maximum exposure to credit risk based on the Group's internal grading and year-end stage classification. The amounts presented are gross of impairment allowances. Details of the Group's internal grading system and policies on whether ECL allowances are calculated on an individual or collective basis are set out in Note 54.7.

Loans at amortised cost & FVOCI

Particulars	As at 31 March 2026					As at 31 March 2025				
	Stage I	Stage II	Stage III[1]	POCI	Total	Stage I	Stage II	Stage III[1]	POCI	Total
Performing										
High grade	53,742.35	-	-	-	**53,742.35**	44,619.04	-	-	-	44,619.04
Standard grade	-	2,604.42	-	-	**2,604.42**	-	3,786.20	-	-	3,786.20
Non-performing										
Impaired	-	-	63,902.33	22,204.63	**86,106.96**	-	-	76,933.40	27,357.68	104,291.08
Total	**53,742.35**	**2,604.42**	**63,902.33**	**22,204.63**	**142,453.73**	**44,619.04**	**3,786.20**	**76,933.40**	**27,357.68**	**152,696.32**

Gross carrying amount and corresponding ECL reconciliation – Loans

Particulars	Non-credit impaired				Credit impaired		POCI	Total	
	Stage I		Stage II		Stage III		POCI		
	Gross carrying amount	Allowance for ECL	Gross carrying amount	Allowance for ECL	Gross carrying amount	Allowance for ECL[2]	Carrying amount (Net of Allowance for ECL)	Gross carrying amount	Allowance for ECL
Balance at 31 March 2024	**42,771.90**	**274.46**	**4,849.17**	**517.46**	**96,040.38**	**33,764.99**	**36,293.95**	**179,955.40**	**34,556.91**
Transfers:									
Transfers to 12 Month ECL (Stage 1)	577.45	73.39	(512.40)	(62.30)	(65.05)	(11.09)	-	-	-
Transfers to lifetime ECL (Stage 2)	(1,069.74)	(20.24)	1,014.20	26.02	55.54	(5.78)	-	-	-
Transfers to lifetime ECL- Credit impaired (Stage 3)	(625.80)	(22.42)	(339.50)	(41.98)	965.30	64.40	-	-	-
Net re-measurement of ECL arising from transfer of stage	-	(21.36)	-	30.54	-	5,109.62	-	-	5,118.80
Net new and further lending/(repayments) (including write-off)	2,965.23	80.96	(1,225.27)	(132.91)	(20,062.77)	(7,446.88)	(8,936.27)	(27,259.08)	(7,498.83)
Balance at 31 March 2025	**44,619.04**	**364.79**	**3,786.20**	**336.83**	**76,933.40**	**31,475.26**	**27,357.68**	**152,696.32**	**32,176.88**
Transfers:									
Transfers to 12 Month ECL (Stage 1)	**923.60**	**78.73**	**(843.86)**	**(67.57)**	**(79.74)**	**(11.16)**	**-**	**-**	**-**
Transfers to lifetime ECL (Stage 2)	**(1,373.60)**	**(19.28)**	**1,462.73**	**36.07**	**(89.13)**	**(16.79)**	**-**	**-**	**-**
Transfers to lifetime ECL- Credit impaired (Stage 3)	**(994.33)**	**(42.51)**	**(347.88)**	**(60.30)**	**1,342.21**	**102.81**	**-**	**-**	**-**
Net re-measurement of ECL arising from transfer of stage	**-**	**(32.80)**	**-**	**37.67**	**-**	**(188.56)**	**-**	**-**	**(183.69)**
Net new and further lending/(repayments) (including write-off)	**10,567.64**	**228.75**	**(1,452.77)**	**(85.24)**	**(14,204.41)**	**1,707.58**	**(5,153.05)**	**(10,242.59)**	**1,851.09**
Balance at 31 March 2026	**53,742.35**	**577.68**	**2,604.42**	**197.46**	**63,902.33**	**33,069.14**	**22,204.63**	**142,453.73**	**33,844.28**

[1]This also includes stage III assets on distressed assets book, interest accrued on non-performing assets and stage III assets held by Group entities other than NBFCs on trade and general purpose advances.

[2]Allowance under this category also includes provision on assets as mentioned in note 1 above.

13. Investments

As at 31 March 2026	Amortised cost	FVOCI	FVTPL	Jointly Controlled Entities (At cost)	Total
Security Receipts	-	**2,463.90**	**2,261.55**	-	**4,725.45**
Government Securities	-	**34,389.41**	**33,162.08**	-	**67,551.49**
Equity Shares	-	-	**29,005.10**	**28,483.04**	**57,488.14**
Debt securities	**12,153.87**	**15,038.83**	**5,944.79**	-	**33,137.49**
AIF Fund	-	-	**16,840.20**	-	**16,840.20**
Mutual Fund	-	-	**14,334.63**	-	**14,334.63**
Preference Shares	-	-	**2,229.55**	-	**2,229.55**
Others	**780.93**	-	**5,035.81**	-	**5,816.74**
Total	**12,934.80**	**51,892.14**	**108,813.71**	**28,483.04**	**202,123.69**
Investments in India	**12,434.21**	**51,892.14**	**105,081.96**	**28,483.04**	**197,891.35**
Investments outside India	**500.59**	-	**3,731.75**	-	**4,232.34**
Total	**12,934.80**	**51,892.14**	**108,813.71**	**28,483.04**	**202,123.69**
Less - Impairment Loss allowance	**3,310.18**	-	-	-	**3,310.18**
Total	**9,624.62**	**51,892.14**	**108,813.71**	**28,483.04**	**198,813.51**

As at 31 March 2025	Amortised cost	FVOCI	FVTPL	Jointly Controlled Entities (At cost)	Total
Security Receipts	-	6,548.65	10,863.43	-	17,412.08
Government Securities	-	29,849.04	45,933.13	-	75,782.17
Equity Shares	-	-	23,415.93	-	23,415.93
Debt securities	5,210.83	13,944.63	9,324.15	-	28,479.61
AIF Fund	-	-	16,345.53	-	16,345.53
Mutual Fund	-	-	7,651.86	-	7,651.86
Preference Shares	-	-	1,283.90	-	1,283.90
Others	1,502.45	1,646.39	2,660.49	-	5,809.33
Total	**6,713.28**	**51,988.71**	**117,478.42**	-	**176,180.41**
Investments in India	6,308.37	51,988.71	111,687.16		169,984.24
Investments outside India	404.91	-	5,791.26		6,196.17
Total	**6,713.28**	**51,988.71**	**117,478.42**	-	**176,180.41**
Less - Impairment Loss allowance	439.09	-	-		439.09
Total	**6,274.19**	**51,988.71**	**117,478.42**	-	**175,741.32**

Note: Investments pledged with bank, exchange, brokers and against debts securities issued and borrowings is amounting to ₹ 21,503.07 million (previous year ₹ 13,864.44 million)

13. Investments (Continued)

13.1 Investments measured at FVOCI

Credit quality of assets

The table below shows the gross carrying amount of the Group's investments measured at FVOCI by credit risk, based on the Group's internal credit rating system and year-end stage classification. The amount presented are gross of impairment allowances. Details of the Group's internal grading system and policies on whether Expected Credit Loss (ECL allowances) are calculated on an individual or collective basis are set out in Note 54.7

As at 31 March 2026				
Particulars	**Gross carrying amount (Stage 1)**	**Gross carrying amount (Stage 2)**	**Gross carrying amount (Stage 3)**	**Gross carrying amount Total**
High grade	**49,428.24**	**-**	**-**	**49,428.24**
Standard grade	**-**	**-**	**-**	**-**
Individually impaired	**-**	**-**	**2,463.90**	**2,463.90**
Total	**49,428.24**	**-**	**2,463.90**	**51,892.14**

As at 31 March 2025				
Particulars	**Gross carrying amount (Stage 1)**	**Gross carrying amount (Stage 2)**	**Gross carrying amount (Stage 3)**	**Gross carrying amount Total**
High grade	45,440.06	-	-	45,440.06
Standard grade	-	-	-	-
Individually impaired	-	-	6,548.65	6,548.65
Total	**45,440.06**	**-**	**6,548.65**	**51,988.71**

Reconciliation of gross carrying amount and corresponding ECL for investments measured at FVOCI

	As at 31 March 2026			
Particulars	**Gross Carrying Amount (Stage 1)**	**12 months ECL allowance (Stage 1)**	**Gross Carrying Amount (Stage 3)**	**12 months ECL allowance (Stage 3)**
Gross carrying amount - opening balance	**45,440.06**	**-**	**6,548.65**	**-**
Assets originated or purchased and derecognised or matured (excluding write offs) (including gains / losses thereon) net	**365.07**	**-**	**(4,084.75)**	**-**
Interest income during the year	**3,623.11**	**-**	**-**	**-**
Foreign Exchange	**-**	**-**	**-**	**-**
Transfer to Stage 1	**-**	**-**	**-**	**-**
Transfer to Stage 2	**-**	**-**	**-**	**-**
Transfer to Stage 3	**-**	**-**	**-**	**-**
Impact of year end ECL of exposures transferred between stages during the year	**-**	**-**	**-**	**-**
Gross carrying amount - closing balance	**49,428.24**	**-**	**2,463.90**	**-**

Reconciliation of gross carrying amount and corresponding ECL for investments measured at FVOCI

	As at 31 March 2025			
Particulars	**Gross Carrying Amount (Stage 1)**	**12 months ECL allowance (Stage 1)**	**Gross Carrying Amount (Stage 3)**	**12 months ECL allowance (Stage 3)**
Gross carrying amount - opening balance	28,852.41	-	10,783.80	-
Assets originated or purchased and derecognised or matured (excluding write offs) (including gains / losses thereon) net	13,905.66	-	(4,235.15)	-
Interest income during the year	2,681.99	-	-	-
Foreign Exchange	-	-	-	-
Transfer to Stage 1	-	-	-	-
Transfer to Stage 2	-	-	-	-
Transfer to Stage 3	-	-	-	-
Impact of year end ECL of exposures transferred between stages during the year	-	-	-	-
Gross carrying amount - closing balance	**45,440.06**	**-**	**6,548.65**	**-**

13. Investments (Continued)

13.2 Investments measured at amortised cost

The table below shows the gross carrying amount of the Group's investments measured at amortised cost by credit risk, based on the Group's internal credit rating system and year-end stage classification. The amount presented are gross of impairment allowances. Details of the Group's internal grading system and policies on whether ECL allowances are calculated on an individual or collective basis are set out in Note 54.7

As at 31 March 2026				
Particulars	**Gross carrying amount (Stage 1)**	**Gross carrying amount (Stage 2)**	**Gross carrying amount (Stage 3)**	**Gross carrying amount Total**
High grade	**12,934.80**	**-**	**-**	**12,934.80**
Standard grade	**-**	**-**	**-**	**-**
Individually impaired	**-**	**-**	**-**	**-**
Total	**12,934.80**	**-**	**-**	**12,934.80**

As at 31 March 2025				
Particulars	**Gross carrying amount (Stage 1)**	**Gross carrying amount (Stage 2)**	**Gross carrying amount (Stage 3)**	**Gross carrying amount Total**
High grade	6,713.28	-	-	6,713.28
Standard grade	-	-	-	-
Individually impaired	-	-	-	-
Total	**6,713.28**	**-**	**-**	**6,713.28**

Reconciliation of gross carrying amount for investments measured at amortised cost

	As at 31 March 2026			
Particulars	**Gross carrying amount (Stage 1)**	**12 months ECL allowance (Stage 1)**	**Gross carrying amount (Stage 3)**	**12 months ECL allowance (Stage 3)**
Gross carrying amount - opening balance	**6,713.28**	**439.09**	-	-
Assets originated or purchased and derecognised or matured (excluding write offs) (including gains / losses thereon) net	**6,129.69**	**2,871.09**	**-**	**-**
Changes to contractual cash flows due to modifications not resulting in derecognition	**91.83**	**-**	**-**	**-**
Amounts written off	**-**	**-**	**-**	**-**
Transfer to Stage 1	**-**	**-**	**-**	**-**
Transfer to Stage 2	**-**	**-**	**-**	**-**
Transfer to Stage 3	**-**	**-**	**-**	**-**
Gross carrying amount - closing balance	**12,934.80**	**3,310.18**	**-**	**-**

	As at 31 March 2025			
Particulars	**Gross carrying amount (Stage 1)**	**12 months ECL allowance (Stage 1)**	**Gross carrying amount (Stage 3)**	**12 months ECL allowance (Stage 3)**
Gross carrying amount - opening balance	11,112.60	163.54	-	-
Assets originated or purchased and derecognised or matured (excluding write offs) (including gains / losses thereon) net	(4,496.93)	275.55	-	-
Changes to contractual cash flows due to modifications not resulting in derecognition	97.61	-	-	-
Amounts written off	-	-	-	-
Transfer to Stage 1	-	-	-	-
Transfer to Stage 2	-	-	-	-
Transfer to Stage 3	-	-	-	-
Gross carrying amount - closing balance	**6,713.28**	**439.09**	**-**	**-**

14. Other financial assets

Particulars	As at 31 March 2026	As at 31 March 2025
Margin placed with broker	**13,859.71**	2,932.16
Reinsurance receivables	**7,888.11**	4,332.53
Receivable from Trust	**1,435.54**	1,184.64
Receivable from exchange / clearing house (net)	**1,624.43**	690.30
Deposits placed with exchange/ depositories	**135.72**	205.78
Rental deposits	**133.76**	141.27
Deposits- others	**74.79**	53.98
Unclaimed amount of policyholders	**3.74**	3.82
Others	**645.38**	773.69
Total	**25,801.18**	**10,318.17**

15. Deferred tax assets and liabilities

Deferred tax assets (net)

Particulars	As at 31 March 2026	As at 31 March 2025
Provision for expected credit losses	**1,110.52**	1,490.74
Unused tax losses / credits	**17,954.66**	16,218.32
Employee benefits obligations	**152.00**	118.75
Fair valuation of Financial Assets	**2,391.63**	1,070.71
Fair valuation of Derivatives	**220.49**	(54.71)
Property, Plant and Equipment and Intangible assets	**(604.65)**	(731.32)
Effective interest rate on Borrowings	**(423.47)**	(320.91)
Others	**208.66**	3.81
Total	**21,009.84**	**17,795.39**

Deferred tax liabilities (net)

Particulars	As at 31 March 2026	As at 31 March 2025
Provision for expected credit losses	**136.83**	6.74
Unused tax losses / credits	**(362.89)**	(481.12)
Employee benefits obligations	**(68.59)**	(27.90)
Fair valuation of Financial Assets	**5,273.13**	1,572.59
Property, Plant and Equipment and Intangible assets	**1,032.58**	1,336.43
Effective interest rate on Borrowings	**25.45**	15.13
Special Reserve u/s 36(1)(viii)	**112.50**	112.50
Others	**900.39**	866.42
Total	**7,049.40**	**3,400.79**

16. Investment property

Particulars	Gross Block				Depreciation and impairment					Net Block
	As at 01 April 2025	Additions during the year	Deductions/ adjustments during the year	As at 31 March 2026	As at 01 April 2025	Impairment charge / (reversals) for the year	Charge for the year	Deductions/ adjustments during the year	As at 31 March 2026	As at 31 March 2026
Investment Property										
Land	**191.42**	**-**	**44.54**	**146.88**	**-**	**-**	**-**	**-**	**-**	**146.88**
Real Estate	**1,845.75**	**50.00**	**621.21**	**1,274.54**	**770.94**	**(10.67)**	**176.28**	**222.70**	**713.85**	**560.69**
Total	**2,037.17**	**50.00**	**665.75**	**1,421.42**	**770.94**	**(10.67)**	**176.28**	**222.70**	**713.85**	**707.57**

Particulars	Gross Block				Depreciation and impairment					Net Block
	As at 01 April 2024	Additions during the year	Deductions/ adjustments during the year	As at 31 March 2025	As at 01 April 2024	Impairment charge / (reversals) for the year	Charge for the year	Deductions/ adjustments during the year	As at 31 March 2025	As at 31 March 2025
Investment Property										
Land	191.42	-	-	191.42	-	-	-	-	-	191.42
Real Estate	1,857.17	110.30	121.72	1,845.75	497.92	28.18	15.82	(229.02)	770.94	1,074.81
Total	**2,048.59**	**110.30**	**121.72**	**2,037.17**	**497.92**	**28.18**	**15.82**	**(229.02)**	**770.94**	**1,266.23**

Fair value of investment property

Particulars	As at 31 March 2026	As at 31 March 2025
Land	**940.00**	1,216.01
Real estate	**601.46**	1,067.10
Total	**1,541.46**	**2,283.11**

The fair valuation are based on valuations performed by an independent valuer.

17. Property, plant and equipment and intangibles

	Particulars	Gross Block				Depreciation and amortisation				Net Block
		As at 01 April 2025	Additions/ adjustments during the year	Deductions/ adjustments during the year	As at 31 March 2026	As at 01 April 2025	Charge for the year	Deductions/ adjustments during the year	As at 31 March 2026	As at 31 March 2026
a)	**Property, Plant and Equipments**									
	Land*	236.79	-	-	236.79	-	-	-	-	236.79
	Flat and Building*	10,934.46	317.34	62.76	11,189.04	2,902.44	355.59	20.25	3,237.78	7,951.26
	Leasehold Premises	73.05	8.94	32.13	49.86	50.94	2.42	15.91	37.45	12.41
	Plant and Equipment	277.31	44.74	52.28	269.77	201.23	37.03	40.22	198.04	71.73
	Furniture and Fixtures	322.35	19.81	67.83	274.33	223.16	23.01	43.65	202.52	71.81
	Vehicles	12.56	-	6.54	6.02	9.76	0.45	4.38	5.83	0.19
	Office equipment	213.34	63.07	39.63	236.78	152.52	34.54	21.46	165.60	71.18
	Vessel (Boat)	4.84	-	-	4.84	1.29	0.22	-	1.51	3.33
	Computers	571.86	306.14	96.16	781.84	365.39	150.54	74.73	441.20	340.64
	Solar Power Equipment	65.95	-	-	65.95	48.12	3.23	-	51.35	14.60
	Total (A)	12,712.51	760.04	357.33	13,115.22	3,954.85	607.03	220.60	4,341.28	8,773.94
b)	**Intangibles**									
	Software	2,775.19	552.29	50.68	3,276.80	1,809.74	405.61	44.57	2,170.78	1,106.02
	Trademark/ Design and Copyright/ Asset Management Rights	950.90	-	558.20	392.70	31.86	33.23	-	65.09	327.61
	Total (B)	3,726.09	552.29	608.88	3,669.50	1,841.60	438.84	44.57	2,235.87	1,433.63
c)	Right to use (ROU) assets	2,150.39	155.90	886.81	1,419.48	1,349.76	224.66	657.57	916.85	502.63
	Total (A+B+C)	18,588.99	1,468.23	1,853.02	18,204.20	7,146.21	1,270.53	922.74	7,494.00	10,710.20

17. Property, plant and equipment and intangibles (Continued)

	Particulars	Gross Block				Depreciation and amortisation				Net Block
		As at 01 April 2024	Additions/ adjustments during the year	Deductions/ adjustments during the year	As at 31 March 2025	As at 01 April 2024	Charge for the year	Deductions/ adjustments during the year	As at 31 March 2025	As at 31 March 2025
a)	Property, Plant and Equipments									
	Land*	236.79	-	-	236.79	-	-	-	-	236.79
	Flat and Building*	11,227.99	7.92	301.45	10,934.46	2,722.68	179.76	-	2,902.44	8,032.02
	Leasehold Premises	71.54	8.83	7.32	73.05	47.73	10.09	6.88	50.94	22.11
	Plant and Equipment	297.29	36.41	56.39	277.31	215.37	42.11	56.25	201.23	76.08
	Furniture and Fixtures	311.87	27.22	16.74	322.35	209.43	29.11	15.38	223.16	99.19
	Vehicles	12.67	-	0.11	12.56	8.53	1.31	0.08	9.76	2.80
	Office equipment	218.63	44.07	49.36	213.34	182.49	18.82	48.79	152.52	60.82
	Vessel (Boat)	4.84	-	-	4.84	1.01	0.28	-	1.29	3.55
	Computers	488.45	182.68	99.27	571.86	342.73	100.96	78.30	365.39	206.47
	Solar Power Equipment	60.08	5.87	-	65.95	45.25	2.87	-	48.12	17.83
	Total (A)	**12,930.15**	**313.00**	**530.64**	**12,712.51**	**3,775.22**	**385.31**	**205.68**	**3,954.85**	**8,757.66**
b)	Intangibles									
	Software	2,266.21	677.40	168.42	2,775.19	1,491.09	487.10	168.45	1,809.74	965.45
	Trademark/ Design and Copyright/ Asset Management Rights	709.05	241.85	-	950.90	60.00	31.86	60.00	31.86	919.04
	Total (B)	**2,975.26**	**919.25**	**168.42**	**3,726.09**	**1,551.09**	**518.96**	**228.45**	**1,841.60**	**1,884.49**
c)	Right to use (ROU) assets	1,745.71	575.97	171.29	2,150.39	1,215.09	350.91	216.24	1,349.76	800.63
	Total (A+B+C)	**17,651.12**	**1,808.22**	**870.35**	**18,588.99**	**6,541.40**	**1,255.18**	**650.37**	**7,146.21**	**11,442.78**

*pledged against debt securities and borrowings of the respective subsidiary companies.

Notes

1 The Group management approved revaluation of flats and buildings classified under property, plant and equipment after assessing the valuation made by duly appointed independent valuer. These valuations are determined basis open market values of similar property and its intrinsic value.

18. Capital Work in Progress (CWIP)

Particulars	CWIP			
	As at 01 April 2025	Additions	Capitalisation	As at 31 March 2026
CWIP	4.39	22.61	12.61	14.39
Total	**4.39**	**22.61**	**12.61**	**14.39**

Particulars	CWIP			
	As at 01 April 2024	Additions	Capitalisation	As at 31 March 2025
CWIP	36.55	37.45	69.61	4.39
Total	**36.55**	**37.45**	**69.61**	**4.39**

(a) CWIP ageing schedule

As at 31 March 2026

Particulars	Amount in CWIP for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Projects in progress	14.39	-	-	-	14.39
Total	**14.39**	**-**	**-**	**-**	**14.39**

As at 31 March 2025

Particulars	Amount in CWIP for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Projects in progress	4.39	-	-	-	4.39
Total	**4.39**	**-**	**-**	**-**	**4.39**

(b) There are no capital-work-in progress, whose completion is overdue or has exceeded its cost compared to its original plan.

19. Intangible assets under development

Particulars	Intangible assets under development			
	As at 01 April 2025	Additions	Capitalisation	As at 31 March 2026
Intangible assets under development	180.50	134.26	116.78	197.98
Total	**180.50**	**134.26**	**116.78**	**197.98**

Particulars	Intangible assets under development			
	As at 01 April 2024	Additions	Capitalisation	As at 31 March 2025
Intangible assets under development	324.65	327.66	471.81	180.50
Total	**324.65**	**327.66**	**471.81**	**180.50**

(a) Intangible assets under development ageing schedule

As at 31 March 2026

Particulars	Amount in Intangible assets under development for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Projects in progress	197.98	-	-	-	197.98
Total	**197.98**	**-**	**-**	**-**	**197.98**

As at 31 March 2025

Particulars	Amount in Intangible assets under development for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Projects in progress	178.80	1.70	-	-	180.50
Total	**178.80**	**1.70**	**-**	**-**	**180.50**

(b) There are no intangible assets under development, whose completion is overdue or has exceeded its cost compared to its original plan.

20. Other non-financial assets

Particulars	As at 31 March 2026	As at 31 March 2025
Input tax credit	**2,962.96**	2,862.25
Prepaid expenses	**6,974.05**	5,256.14
Vendor Advances	**223.93**	305.97
Capital Advances	**-**	339.08
Advances to employees	**4.42**	6.93
Others	**745.34**	651.02
Total	**10,910.70**	**9,421.39**

21. Trade Payables

Particulars	As at 31 March 2026	As at 31 March 2025
Total outstanding dues of micro enterprises and small enterprises (MSME)	**85.28**	40.67
Total outstanding dues of creditors other than micro enterprises and small enterprises	**13,760.64**	12,555.92
Total	**13,845.92**	**12,596.59**

21.1 Trade payables ageing schedule

As at 31 March 2026	Outstanding for following periods from due date of payment						
Particulars	**Unbilled**	**Not Due**	**Less than 1 year**	**1-2 years**	**2-3 years**	**More than 3 years**	**Total**
(i) Total outstanding dues of micro enterprises and small enterprises	9.96	-	75.32	-	-	-	**85.28**
(ii) Total outstanding dues of creditors other than micro enterprises and small enterprises	2,220.66	3,887.82	7,351.11	225.69	11.94	63.42	**13,760.64**
(iii) Disputed dues of micro enterprises and small enterprises	-	-	-	-	-	-	**-**
(iv) Disputed dues of creditors other than micro enterprises and small enterprises	-	-	-	-	-	-	**-**
Total	**2,230.62**	**3,887.82**	**7,426.43**	**225.69**	**11.94**	**63.42**	**13,845.92**

As at 31 March 2025	Outstanding for following periods from due date of payment						
Particulars	**Unbilled**	**Not Due**	**Less than 1 year**	**1-2 years**	**2-3 years**	**More than 3 years**	**Total**
(i) Total outstanding dues of micro enterprises and small enterprises	13.99	-	26.68	-	-	-	40.67
(ii) Total outstanding dues of creditors other than micro enterprises and small enterprises	1,523.42	2,786.53	8,160.43	5.82	16.35	63.37	12,555.92
(iii) Disputed dues of micro enterprises and small enterprises	-	-	-	-	-	-	-
(iv) Disputed dues of creditors other than micro enterprises and small enterprises	-	-	-	-	-	-	-
Total	**1,537.41**	**2,786.53**	**8,187.11**	**5.82**	**16.35**	**63.37**	**12,596.59**

21.2 Trade Payables includes ₹ 85.28 million (Previous Year ₹ 40.67 million) payable to "Suppliers" registered under the Micro, Small and Medium Enterprises Development Act, 2006. Interest paid by the Group during the year to "Suppliers" registered under this Act is ₹ Nil million (Previous year: ₹ 0.22 million). The aforementioned is based on the responses received by the Group to its inquiries with suppliers with regard to applicability under the said Act.

22. Debt securities

Particulars	As at 31 March 2026	As at 31 March 2025
Non-Convertible Debentures (at amortised cost)	**142,737.66**	117,213.01
Non-Convertible Debentures (at fair value through profit or loss)	**34.50**	4,712.65
Commercial paper (at amortised cost)	**3,946.47**	1,678.75
Total (refer Note 1 below)	**146,718.63**	**123,604.41**
(i) Debt securities issued in India	**146,718.63**	**123,604.41**
(ii) Debt securities issued outside India	**-**	-
Total	**146,718.63**	**123,604.41**

Note:

1. Out of the above, ₹ 4,910.33 million as at 31 March 2026 (Previous Year ₹ 3,794.21 million) are unsecured. For secured debt, the Group has provided collateral in the nature of Exclusive or Pari Passu charge of immovable property, receivable from financing business, securities held for trading, investments, property (excluding intangible assets) and other assets.

Terms of repayment of Debt Securities - as at 31 March 2026

Maturities	<1 years	1-3 years	> 3 years	Total
Rate of Interest				
8.00 - 8.99%	**4,793.63**	**1,215.68**	**-**	**6,009.31**
9.00 - 9.99%	**12,845.34**	**20,434.50**	**6,927.05**	**40,206.89**
10.00 - 10.99%	**7,889.88**	**18,093.29**	**14,479.05**	**40,462.22**
11.00 - 11.99%	**-**	**12,387.65**	**1,042.56**	**13,430.21**
12.00 - 12.99%	**-**	**974.21**	**-**	**974.21**
Various (benchmark linked)	**14,869.96**	**22,998.70**	**6,305.52**	**44,174.18**
Accrued Interest and EIR	**-**	**-**	**-**	**1,461.61**
Total	**40,398.81**	**76,104.03**	**28,754.18**	**146,718.63**

Terms of repayment of Debt Securities - as at 31 March 2025

Maturities	<1 years	1-3 years	> 3 years	Total
Rate of Interest				
8.00 - 8.99%	1,619.24	2,816.23	-	4,435.47
9.00 - 9.99%	8,966.33	22,668.57	6,802.49	38,437.39
10.00 - 10.99%	1,599.79	9,050.28	13,411.72	24,061.79
11.00 - 11.99%	-	32.18	434.30	466.48
12.00 - 12.99%	-	-	26.11	26.11
Various (benchmark linked)	5,908.71	39,192.44	6,509.39	51,610.54
Accrued Interest and EIR	-	-	-	4,566.63
Total	**18,094.07**	**73,759.70**	**27,184.01**	**123,604.41**

23. Borrowings (other than debt securities)

Particulars	As at 31 March 2026	As at 31 March 2025
Secured		
Term loans		
(Secured by investments, charge on receivables of financing business, cash and cash equivalents and other assets)		
from banks	**12,998.00**	13,458.70
from other parties	**820.00**	3,560.51
Bank overdraft/Cash credit lines	**1,273.73**	914.49
(Secured by pledge of fixed deposits, property, trade receivables and charge on receivables of financing business)		
Tri party REPO - TREPS facilitates borrowing and lending of funds, in Tri party REPO arrangement (Secured by pledge of Government Securities)	**15,859.86**	24,480.16
Working capital demand loan (secured by charge on receivables from financing business, cash and cash equivalents and property, plant and equipments)	**450.00**	1,460.00
Unsecured		
Loans repayable on demand - from other parties	**18.45**	19.53
Total	**31,420.04**	**43,893.39**
Borrowings in India	**31,420.04**	**43,893.39**
Borrowings outside India	**-**	-
Total	**31,420.04**	**43,893.39**

Following is the repayment terms of term loans:

Term loans from Banks - Secured as at 31 March 2026

Maturities	**<1 years**	**1-3 years**	**> 3 years**	**Total**
Rate of Interest				
9.00 - 9.99%	**1,582.27**	**2,223.53**	**738.89**	**4,544.69**
10.00 - 10.99%	**2,321.46**	**2,969.25**	**595.98**	**5,886.69**
11.00 - 11.99%	**843.60**	**1,467.20**	**501.50**	**2,812.30**
12.00 - 12.99%	**-**	**-**	**-**	**-**
Accrued Interest and EIR	**-**	**-**	**-**	**(245.68)**
Total	**4,747.33**	**6,659.98**	**1,836.37**	**12,998.00**

Term loans from Banks - Secured as at 31 March 2025

Maturities	**<1 years**	**1-3 years**	**> 3 years**	**Total**
Rate of Interest				
9.00 - 9.99%	2,178.22	4,200.67	1,686.53	8,065.42
10.00 - 10.99%	946.00	1,462.50	251.00	2,659.50
11.00 - 11.99%	1,358.58	963.00	224.00	2,545.58
12.00 - 12.99%	286.55	133.33	-	419.88
Accrued Interest and EIR	-	-	-	(231.68)
Total	**4,769.35**	**6,759.50**	**2,161.53**	**13,458.70**

Term loans from Others - Secured as at 31 March 2026

Maturities	**<1 years**	**1-3 years**	**> 3 years**	**Total**
Rate of Interest				
5.00 - 5.99%	**27.83**	**74.06**	**70.60**	**172.49**
8.00 - 8.99%	**33.66**	**45.36**	**116.99**	**196.01**
10.00 - 10.99%	**-**	**-**	**-**	**-**
11.00 - 11.99%	**-**	**-**	**-**	**-**
Accrued Interest and EIR	**-**	**-**	**-**	**-**
Total	**164.24**	**327.93**	**327.83**	**820.00**

Term loans from Others - Secured as at 31 March 2025

Maturities	**<1 years**	**1-3 years**	**> 3 years**	**Total**
Rate of Interest				
6.00 - 6.99%	46.01	49.90	70.10	166.01
8.00 - 8.99%	7.00	-	748.00	755.00
10.00 - 10.99%	135.00	-	-	135.00
11.00 - 11.99%	2,504.09	-	-	2,504.09
Accrued Interest and EIR	-	-	-	0.41
Total	**2,692.10**	**49.90**	**818.10**	**3,560.51**

24. Subordinated liabilities (at amortised cost)

Unsecured	**As at 31 March 2026**	**As at 31 March 2025**
Non-convertible subordinated debt	**5,850.73**	10,059.90
Perpetual debt	**1,053.35**	1,187.44
Total	**6,904.08**	**11,247.34**

Subordinated liabilities issued in India	**6,904.08**	**11,247.34**
Subordinated liabilities issued outside India	**-**	-
Total	**6,904.08**	**11,247.34**

Terms and condition related to subordinate liabilities:

Terms of repayment of Subordinated Liabilities – 31 March 2026

Maturities	**<1 years**	**1-3 years**	**> 3 years**	**Total**
Rate of Interest				
9.00 - 9.99%	**120.00**	**3,285.91**	**-**	**3,405.91**
10.00 - 10.99%	**2,500.00**	**600.00**	**-**	**3,100.00**
11.00 - 11.99%	**-**	**-**	**-**	**-**
Accrued Interest and EIR	**-**	**-**	**-**	**398.17**
Total	**2,620.00**	**3,885.91**	**-**	**6,904.08**

Terms of repayment of Subordinated Liabilities – 31 March 2025

Maturities	**<1 years**	**1-3 years**	**> 3 years**	**Total**
Rate of Interest				
9.00 - 9.99%	50.00	3,110.00	200.00	3,360.00
10.00 - 10.99%	200.00	3,100.00	189.76	3,489.76
11.00 - 11.99%	3,525.63	-	-	3,525.63
Accrued Interest and EIR	-	-	-	871.95
Total	**3,775.63**	**6,210.00**	**389.76**	**11,247.34**

25. Other financial liabilities

Particulars	As at 31 March 2026	As at 31 March 2025
Security receipts held by external investors	**13,053.94**	11,476.31
Reinsurance payable	**10,153.93**	5,975.15
Payable on account of securitisation and assignment	**5,942.43**	8,486.65
Payable to client (net) - margin money	**5,071.34**	5,957.91
Financial liability associated to financial assets that are not derecognised	**7,590.57**	9,434.02
Other liabilities	**4,242.08**	1,800.53
Payable to exchange/clearing house (net)	**1,027.05**	4,535.79
Accrued salaries and benefits	**3,830.44**	3,794.40
Book overdraft	**169.69**	7.03
Rental deposits	**159.86**	69.52
Retention money payable	**10.59**	10.57
Unclaimed dividends	**7.04**	9.40
Derivative liability	**-**	1,806.84
Total	**51,258.96**	**53,364.12**

26. Provisions

Particulars	As at 31 March 2026	As at 31 March 2025
Provision for employee benefits and related costs		
Gratuity	**499.33**	292.44
Compensated absences	**353.69**	132.93
Others	**191.10**	236.97
Total	**1,044.12**	**662.34**

27. Other non-financial liabilities

Particulars	As at 31 March 2026	As at 31 March 2025
Income received in advance	**5,473.12**	5,054.77
Statutory dues	**1,546.92**	1,321.05
Advances from customers	**2.05**	3.34
Proposal deposit from insurance business	**288.95**	219.07
Others	**884.46**	996.27
Total	**8,195.50**	**7,594.50**

28. Equity share capital

Particulars	As at 31 March 2026		As at 31 March 2025	
	No. of shares	Amount	No. of shares	Amount
Authorised :				
Equity Shares of ₹ 1 each	**1,230,000,000**	**1,230.00**	1,230,000,000	1,230.00
Preference shares of ₹ 5 each	**4,000,000**	**20.00**	4,000,000	20.00
Total	**1,234,000,000**	**1,250.00**	**1,234,000,000**	**1,250.00**
Issued, Subscribed and Fully paid up:				
Equity Shares of ₹ 1 each	**946,531,653**	**946.53**	945,831,726	945.83
Less: Shares held by Edelweiss Employees Incentives and Welfare Trust (Refer note 1)	-	-	(7,301,510)	(7.30)
Less: Shares held by Edelweiss Employees Welfare Trust (Refer note 1)	-	-	(17,129,270)	(17.13)
Total	**946,531,653**	**946.53**	**921,400,946**	**921.40**

A. Reconciliation of number of shares
(Before deducting treasury shares)

	As at 31 March 2026		As at 31 March 2025	
	No. of shares	Amount	No. of shares	Amount
Outstanding at the beginning of the year	**945,831,726**	**945.83**	943,785,026	943.79
Shares issued during the year:				
- Employee Stock Options Plans (ESOPs)	**699,927**	**0.70**	2,046,700	2.04
Outstanding at the end of the year	**946,531,653**	**946.53**	**945,831,726**	**945.83**

Note :
1. Edelweiss Employees' Welfare Trust and Edelweiss Employees' Incentive and Welfare Trust are extension of Edelweiss Financial Services Limited standalone financial statements and have been accordingly carried forward in consolidated financial statements. These trusts are holding Nil (Previous year 24,430,780) number of equity shares amounting to ₹ Nil (Previous year ₹ 24.43 million). These are deducted from total outstanding equity shares.

B. Terms/rights attached to equity shares :

The Holding Company has only one class of equity shares having a par value of ₹ 1 per share. Each holder of equity shares is entitled to one vote per share.
In the event of liquidation of the Company, the equity shareholders will be entitled to receive the remaining assets of the Holding Company, after distribution of all preferential amounts, if any, in proportion to the number of equity shares held by the shareholders.

C. Details of shares held by promoters, promoter entities and their relatives in the Company

As at 31 March 2026

Particulars	No. of shares at the beginning of the year	Change during the year	No. of shares at the end of the year	% of total shares	% Change during the year
Rashesh Chandrakant Shah	**145,601,730**	**11,018,865**	**156,620,595**	**16.55%**	**1.16%**
Venkatchalam Ramaswamy	**59,576,560**	**(15,060,531)**	**44,516,029**	**4.70%**	**(1.60)%**
Mabella Trustee Services Private Limited (on behalf of M/s. Shah Family Discretionary Trust)	**38,750,000**	-	**38,750,000**	**4.09%**	**(0.01)%**
Vidya Rashesh Shah	**35,266,200**	**31,157**	**35,297,357**	**3.73%**	-
Aparna T Chandrashekar	**12,210,000**	**11,790,000**	**24,000,000**	**2.54%**	**1.25%**
Kaavya Venkat Arakoni	**11,790,000**	**(11,790,000)**	-	-	**(1.25)%**
Spire Investment Advisors LLP	**3,200,000**	-	**3,200,000**	**0.34%**	-
Sneha Sripad Desai	**1,025,000**	-	**1,025,000**	**0.11%**	-
Shilpa Urvish Mody	**950,000**	-	**950,000**	**0.10%**	-
Sejal Premal Parekh	**950,000**	-	**950,000**	**0.10%**	-
Arakoni Venkatachalam Ramaswamy	**50,000**	**(50,000)**	-	-	**(0.01)%**
Total	**309,369,490**	**(4,060,509)**	**305,308,981**	**32.26%**	**0.46%**

As at 31 March 2025

Particulars	No. of shares at the beginning of the year	Change during the year	No. of shares at the end of the year	% of total shares	% Change during the year
Rashesh Chandrakant Shah	145,601,730	-	145,601,730	15.39%	(0.04)%
Venkatchalam Ramaswamy	59,576,560	-	59,576,560	6.30%	(0.01)%
Mabella Trustee Services Private Limited (on behalf of M/s. Shah Family Discretionary Trust)	38,750,000	-	38,750,000	4.10%	(0.01)%
Vidya Rashesh Shah	31,066,200	4,200,000	35,266,200	3.73%	0.44%
Aparna T Chandrashekar	12,210,000	-	12,210,000	1.29%	-
Kaavya Venkat Arakoni	11,790,000	-	11,790,000	1.25%	-
Spire Investment Advisors LLP	3,200,000	-	3,200,000	0.34%	-
Sneha Sripad Desai	1,025,000	-	1,025,000	0.11%	-
Shilpa Urvish Mody	950,000	-	950,000	0.10%	-
Sejal Premal Parekh	950,000	-	950,000	0.10%	-
Arakoni Venkatachalam Ramaswamy	50,000	-	50,000	0.01%	-
Neel Rashesh Shah	2,000,000	(2,000,000)	-	-	(0.21)%
Avanti Rashesh Shah	2,000,000	(2,000,000)	-	-	(0.21)%
Total	**309,169,490**	**200,000**	**309,369,490**	**32.72%**	**(0.04)%**

D. Details of shares held by shareholders holding more than 5% of the aggregate shares in the Company

	As at 31 March 2026		As at 31 March 2025	
	No. of shares	% holding	No. of shares	% holding
Rashesh Shah	**156,620,595**	**16.55%**	145,601,730	15.39%
Venkatchalam Ramaswamy	**44,516,029**	**4.70%**	59,576,560	6.30%
Clsa Global Markets Pte. Ltd-Odi	**54,251,793**	**5.74%**	54,251,793	5.74%
	255,388,417	**26.99%**	**259,430,083**	**27.43%**

E. The Company has not issued any bonus shares or shares for consideration other than cash nor has there been any buyback of shares during five years immediately preceding 31 March 2026.

29. Other equity

Particulars	As at 31 March 2026	As at 31 March 2025
Capital reserve	**7,935.12**	8,052.72
Capital redemption reserve	**355.62**	314.26
Securities premium	**31,659.22**	30,553.21
ESOP/SAR reserve	**630.77**	251.07
Special reserve under section 45-IC of the Reserve Bank of India Act, 1934	**8,368.80**	7,893.90
Reserve under section 29C of the National Housing Bank Act, 1987	**730.51**	684.92
General reserve	**717.15**	717.15
Debenture redemption reserve	**2,619.92**	2,777.00
Impairment reserve	**2,595.11**	2,595.11
Retained earnings	**3,049.01**	(5,023.67)
Foreign exchange translation reserve	**473.34**	67.10
Revaluation reserve through other comprehensive income	**2,508.93**	3,104.67
Equity/debt instruments through other comprehensive income	**(16,358.76)**	(8,661.88)
Share application money pending allotment	-	0.35
Total	**45,284.74**	**43,325.91**

For movement of the above components refer statement of changes in equity.

Nature and Purpose

29.1 Capital reserve
Capital reserve represents the gains of capital nature which is not freely available for distribution.

29.2 Capital redemption reserve
The Group has recognised capital redemption reserve on buy back of equity share capital.

29.3 Securities premium
Securities premium is used to record the premium on issue of shares. The reserve shall be utilised in accordance with the provisions of the Companies Act, 2013.

29.4 ESOP/SAR reserve
ESOP and SAR options outstanding represents the amount transferred to reserves pursuant to the "ESOP 2011" and "SAR 2019" schemes.

29.5 Statutory reserve u/s 45-IC of The Reserve Bank of India Act, 1934
Every non-banking financial company shall create a reserve fund and transfer therein a sum not less than twenty per cent of its net profit every year as disclosed in the profit and loss account and before any dividend is declared.

29.6 Statutory reserve u/s 29C of The National Housing Bank Act, 1987
In terms of Section 29C of the National Housing Bank Act, 1987 every housing finance institution which is a company is required to create a reserve fund and transfer therein a sum not less than twenty percent of its net profit every year as disclosed in the profit and loss account before any dividend is declared. Housing Finance Companies (HFCs), are permitted to withdraw from the said reserve fund, the excess amount credited (in excess of the statutory minimum of 20%) in the previous years for any business purposes subject to suitable disclosure in the balance sheet and in the case of HFCs which have transferred only the statutory minimum in the previous years to selectively permit them to withdraw from the reserve fund only for the purpose of provisioning for non-performing assets subject to the conditions that there is no debit balance in the profit and loss account and that the reason for such withdrawal are stated explicitly in the balance sheet.

29.7 General reserve
Under the erstwhile Companies Act 1956, general reserve was created through an annual transfer of net income at a specified percentage in accordance with applicable regulations. The purpose of these transfers was to ensure that if a dividend distribution in a given year is more than 10% of the paid-up capital of the Holding Company for that year, then the total dividend distribution is less than the total distributable results for that year. Consequent to introduction of Companies Act 2013, the requirement to mandatorily transfer a specified percentage of the net profit to general reserve has been withdrawn. However, the amount previously transferred to the general reserve can be utilised only in accordance with the specific requirements of Companies Act, 2013.

29.8 Debenture redemption reserve
The Companies Act 2013 requires companies that issue debentures to create a debenture redemption reserve from annual profits until such debentures are redeemed. The Group, except for entities exempted from the requirement, is required to transfer a specified percentage (as provided in the Companies Act, 2013) of the outstanding redeemable debentures to debenture redemption reserve. The amounts credited to the debenture redemption reserve may not be utilised except to redeem debentures. On redemption of debentures, the amount may be transferred from debenture redemption reserve to retained earnings.

29.9 Impairment reserve
RBI notification on Implementation of Indian Accounting Standards, dated 13 March 2020 requires NBFC/ARC subsidiaries within Group are to recognised impairment reserves where impairment allowance under Ind AS 109 is lower than the provisioning required under IRACP (including standard asset provisioning).

29.10 Retained earnings
Retained earnings comprises of the Group's undistributed earnings after taxes.

29.11 Foreign exchange translation reserve
The exchange differences arising out of year end translation of Group entities having functional currency other than Indian Rupees is debited or credited to this reserve.

29.12 Revaluation Reserve through other comprehensive income
For a class of Fixed asset (i.e. flats and building) Group has adopted revaluation model of accounting over cost model. The Revaluation Reserve represents the cumulative gains and losses arising from the revaluation of these assets as at the end of the reporting period.

29.13 FVOCI equity investments
The Group has elected to recognise changes in the fair value of certain investments in equity securities in other comprehensive income. These changes are accumulated within the FVOCI equity investments within equity. The Group reclassified this reserve to retained earnings on derecognition of concerned equity securities.

29.14 FVOCI debt investments
The Group recognises changes in the fair value of debt instruments held with business objective of collection and/or sell, in other comprehensive income. These changes are accumulated within the FVOCI debt investments within equity. The Group reclassifies amounts from this reserve to the statement of profit and loss when the debt instrument is sold/repaid.

29.15 Share application money pending allotment
Share application money pending allotment means the amount received on the application on which allotment is not yet made (pending allotment).

30. Interest income

For the year ended 31 March 2026

Particulars	Amortised cost	FVTPL	FVOCI	Total
Interest on loans	**13,210.06**	**-**	**4,721.27**	**17,931.33**
Interest income from investments	**800.61**	**3,662.18**	**4,061.24**	**8,524.03**
Interest on deposits with banks	**844.28**	**55.07**	**-**	**899.35**
Other interest income	**310.57**	**-**	**-**	**310.57**
Total	**15,165.52**	**3,717.25**	**8,782.51**	**27,665.28**

For the year ended 31 March 2025

Particulars	Amortised cost	FVTPL	FVOCI	Total
Interest on loans	14,711.14	-	3,138.08	17,849.22
Interest income from investments	1,284.41	3,334.71	2,973.17	7,592.29
Interest on deposits with banks	1,106.46	64.05	-	1,170.51
Other interest income	269.07	19.21	-	288.28
Total	**17,371.08**	**3,417.97**	**6,111.25**	**26,900.30**

31. Fee and commission income

Particulars	For the year ended 31 March 2026	For the year ended 31 March 2025
Income from broking	**2.43**	12.75
Advisory and other fees	**13,364.49**	11,606.33
Total	**13,366.92**	**11,619.08**

Below is the disaggregation of the revenue from contracts with customers and its reconciliation to amounts reported in statement of profit and loss:

Particulars	For the year ended 31 March 2026	For the year ended 31 March 2025
Service transferred at a point in time	**4,055.26**	2,883.70
Service transferred over time	**9,311.66**	8,735.38
Total revenue from contract with customers	**13,366.92**	**11,619.08**

Geographical Markets	For the year ended 31 March 2026	For the year ended 31 March 2025
India	**12,705.58**	10,908.25
Outside India	**661.34**	710.83
Total revenue from contract with customers	**13,366.92**	**11,619.08**

32. Net gain on fair value changes

Particulars	For the year ended 31 March 2026	For the year ended 31 March 2025
Net gain /(loss) on financial instruments at fair value through profit or loss (FVTPL)		
On trading portfolio		
Investments (refer note 69)	**31,799.99**	25,516.84
Derivatives	**160.27**	(490.23)
Others		
Other financial instruments	**2,136.11**	1,860.31
Total Net gain/(loss) on fair value changes	**34,096.37**	**26,886.92**
Fair Value changes		
Realised gain/(loss)	**16,808.50**	27,668.05
Unrealised gain/(loss)	**17,287.87**	(781.13)
Total	**34,096.37**	**26,886.92**

33. Other income

Particulars	For the year ended 31 March 2026	For the year ended 31 March 2025
Donation income	**159.27**	144.74
Interest on income tax refund	**105.55**	288.00
Interest income on investments	**330.62**	545.74
Net fair value changes on financial instruments (at FVTPL)	**601.00**	595.02
Income from training centre	**47.04**	50.17
Rental income	**132.27**	165.67
Profit on sale of investment in subsidiaries (refer note 68)	**2,813.59**	-
Miscellaneous income	**292.58**	894.73
Total	**4,481.92**	**2,684.07**

34. Finance cost (at amortised cost unless otherwise stated)

Particulars	For the year ended 31 March 2026	For the year ended 31 March 2025
Interest on borrowings (other than debt securities)	**4,495.72**	5,642.24
Interest on debt securities	**14,212.92**	15,226.56
Interest on debt securities (at FVTPL)	**1,826.42**	717.06
Interest on subordinated liabilities	**723.69**	1,165.34
Other interest expense	**3,657.24**	2,619.24
Total	**24,915.99**	**25,370.44**

35. Impairment on financial instruments

Particulars	For the year ended 31 March 2026	For the year ended 31 March 2025
On loans	**431.42**	(2,428.33)
On investments	**2,384.65**	528.91
On trade receivables	**80.61**	41.03
Other credit costs	**445.23**	109.18
Total	**3,341.91**	**(1,749.21)**

36. Employee benefits expense

Particulars	For the year ended 31 March 2026	For the year ended 31 March 2025
Salaries and wages	**12,222.01**	12,277.24
Contribution to provident and other funds	**663.64**	584.48
Share based payment to employees	**711.54**	60.97
Staff welfare expenses	**107.01**	259.17
Total	**13,704.20**	**13,181.86**

37. Other expenses

Particulars	For the year ended 31 March 2026	For the year ended 31 March 2025
Advertisement and business promotion	**1,034.32**	1,312.47
Auditors' remuneration	**100.96**	94.34
Commission and brokerage	**6,606.76**	5,449.02
Communication expenses	**288.37**	210.17
Computer software expenses	**1,275.21**	1,068.02
Commission to non-executive directors	**36.60**	5.00
Contribution towards donations and corporate social responsibility	**270.40**	368.31
Dematerialisation charges and stock exchange expenses	**662.77**	331.58
Directors' sitting fees	**59.64**	53.34
Insurance	**22.63**	43.30
Legal and professional fees	**2,934.36**	2,216.64
Membership and subscription	**168.82**	145.39
Mutual fund expenses	**181.63**	370.28
Office expenses	**484.03**	490.93
Printing and stationery	**72.81**	83.40
Rates and taxes	**1,640.30**	1,052.56
Rent and electricity charges	**219.30**	301.64
Repairs and maintenance - others	**125.19**	85.82
Security transaction tax	**825.66**	447.38
Seminar and conference expenses	**92.66**	103.12
Stamp duty	**219.25**	143.44
Travelling and conveyance	**469.07**	523.58
Selling and distribution expenses	**1,150.66**	867.77
Miscellaneous expenses	**240.40**	686.81
Total	**19,181.80**	**16,454.31**

38. Income tax

The components of income tax expense recognised in profit or loss:

Particulars	For the year ended 31 March 2026	For the year ended 31 March 2025
Current tax	**1,657.25**	3,434.33
Adjustment in respect of current income tax of prior years	**(243.76)**	(22.57)
Deferred tax relating to origination and reversal of temporary differences	**55.53**	(753.76)
Total tax expense	**1,469.02**	**2,658.00**
Total current tax	**1,413.49**	**3,411.76**
Total deferred tax	**55.53**	**(753.76)**

38.1 Reconciliation of the total tax expense

The tax expense shown in the statement of profit and loss differs from the tax expense that would apply if all profits had been charged at corporate tax rate. The reconciliation between the tax expense and the accounting profit multiplied by India's domestic tax rate for the years ended is, as follows:

Particulars	For the year ended 31 March 2026	For the year ended 31 March 2025
Profit/(loss) before tax	**8,273.65**	8,016.20
Tax rate	**25.17%**	25.17%
Income tax expense calculated based on above tax rate	**2,082.31**	2,017.52
Adjustment in respect of income tax of prior years	**(243.76)**	(22.57)
Effect of income not subject to tax	**6,100.61**	584.28
Effect of non-deductible expenses	**754.00**	37.53
Impact of certain items being taxed at different rates	**(4,351.12)**	(1,210.01)
Impact of tax rate changes	**-**	338.83
Write-down / reversal of write down of deferred tax assets on unused tax credits and unused tax losses (net)	**(91.35)**	(267.04)
Effect of recognition & non-recognition of deferred tax asset on current year/previous year losses	**(2,387.48)**	905.33
Different tax rates of subsidiaries	**(3.19)**	186.11
Others	**(391.00)**	88.02
Tax expense recognised in profit and loss	**1,469.02**	**2,658.00**

39. Components of deferred tax

The following table shows deferred tax recorded in the Balance sheet and changes recorded in the income tax expense:

As at 31 March 2026	Opening deferred tax asset/(liability)	Recognised in profit or loss	Recognised in other comprehensive income	Recognised directly in equity	Others	Total Movement	Closing deferred tax asset/(liability)
Provision for expected credit losses	**1,484.00**	**(510.31)**	**-**	**-**	**-**	**(510.31)**	**973.69**
Unused tax losses / credits	**16,699.44**	**1,621.85**	**-**	**-**	**(3.74)**	**1,618.11**	**18,317.55**
Employee benefits obligations	**146.65**	**94.82**	**11.83**	**-**	**(32.71)**	**73.94**	**220.59**
Fair valuation of Financial Assets	**(501.88)**	**(1,947.44)**	**225.15**	**-**	**(657.33)**	**(2,379.62)**	**(2,881.50)**
Fair valuation of Derivatives	**(54.71)**	**248.22**	**-**	**-**	**26.98**	**275.20**	**220.49**
Property, Plant and Equipment and Intangible assets	**(2,067.75)**	**437.67**	**-**	**-**	**(7.15)**	**430.52**	**(1,637.23)**
Effective interest rate on Borrowings	**(336.04)**	**(112.88)**	**-**	**-**	**-**	**(112.88)**	**(448.92)**
Special Reserve u/s 36(1)(viii)	**(112.50)**	**-**	**-**	**-**	**-**	**-**	**(112.50)**
Others	**(862.61)**	**112.54**	**54.07**	**-**	**4.27**	**170.88**	**(691.73)**
Total	**14,394.60**	**(55.53)**	**291.05**	**-**	**(669.68)**	**(434.16)**	**13,960.44**

As at 31 March 2025	Opening deferred tax asset/(liability)	Recognised in profit or loss	Recognised in other comprehensive income	Recognised directly in equity	Others	Total Movement	Closing deferred tax asset/(liability)
Provision for expected credit losses	1,172.86	311.14	-	-	-	311.14	**1,484.00**
Unused tax losses / credits	17,027.15	(327.71)	-	-	-	(327.71)	**16,699.44**
Employee benefits obligations	111.24	42.47	(7.06)	-	-	35.41	**146.65**
Fair valuation of Financial Assets	(1,603.30)	867.97	447.07	-	(213.62)	1,101.42	**(501.88)**
Fair valuation of Derivatives	(18.62)	(36.09)	-	-	-	(36.09)	**(54.71)**
Property, Plant and Equipment and Intangible assets	(2,040.73)	(27.63)	-	-	0.61	(27.02)	**(2,067.75)**
Effective interest rate on Borrowings	(324.41)	(11.63)	-	-	-	(11.63)	**(336.04)**
Special Reserve u/s 36(1)(viii)	(112.50)	-	-	-	-	-	**(112.50)**
Others	(797.85)	(64.76)	-	-	-	(64.76)	**(862.61)**
Total	**13,413.84**	**753.76**	**440.01**	**-**	**(213.01)**	**980.76**	**14,394.60**

40. Deductible temporary differences, unused tax losses and unused tax credits on which deferred tax asset is not recognised in balance sheet

As at 31 March 2026

Financial Year to which the loss related to	Deductible temporary differences		Unused tax losses											Unused tax credits	
	Amount	Expiry year-financial year	Unabsorbed depreciation		Unabsorbed long term capital losses		Unabsorbed short term capital losses		Unabsorbed business losses		Others		Total	MAT Credit	
			Amount	Expiry year-financial year	Amount	Expiry year-financial year	Amount	Expiry year-financial year	Amount	Expiry year-financial year	Amount	Expiry year-financial year	Amount	Amount	Expiry year-financial year
FY 2025-26	**0.57**	**Not applicable**	**1.24**	**No expiry**	**-**	**-**	**-**	**-**	**496.67**	**FY 2033-34**	**-**	**-**	**497.91**	**114.65**	**No expiry**
FY 2024-25	**218.99**	**Not applicable**	**62.59**	**No expiry**	**25.33**	**FY 2032-33**	**-**	**-**	**1,533.89**	**FY 2033-34**	**-**	**-**	**1,621.81**	**115.61**	**No expiry**
FY 2023-24	**94.65**	**Not applicable**	**40.94**	**No expiry**	**-**	**-**	**-**	**-**	**1,493.51**	**FY 2031-32**	**-**	**-**	**1,534.45**	**61.39**	**No expiry**
FY 2022-23	**15.86**	**Not applicable**	**18.71**	**No expiry**	**-**	**-**	**131.51**	**FY 2030-31**	**1,879.39**	**FY 2030-31**	**-**	**-**	**2,029.61**	**136.31**	**No expiry**
FY 2021-22	**-**	**-**	**6.37**	**No expiry**	**-**	**-**	**-**	**-**	**1,265.11**	**FY 2029-30**	**64.02**	**FY 2029-30**	**1,335.50**	**57.49**	**No expiry**
FY 2020-21	**23.00**	**Not applicable**	**12.09**	**No expiry**	**-**	**-**	**526.02**	**FY 2028-29**	**1,681.71**	**FY 2028-29**	**25.50**	**FY 2028-29**	**2,245.32**	**23.59**	**No expiry**
FY 2019-20	**-**	**-**	**9.29**	**No expiry**	**-**	**-**	**-**	**-**	**2,213.09**	**FY 2027-28**	**-**	**-**	**2,222.38**	**18.90**	**No expiry**
FY 2018-19	**-**	**-**	**4.96**	**No expiry**	**47.24**	**FY 2026-27**	**-**	**-**	**567.23**	**FY 2026-27**	**-**	**-**	**619.43**	**-**	**-**
FY 2017-18	**-**	**-**	**1.93**	**No expiry**	**-**	**-**	**-**	**-**	**390.55**	**FY 2025-26**	**-**	**-**	**392.48**	**-**	**-**
FY 2016-17	**-**	**-**	**4.59**	**No expiry**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**4.59**	**-**	**-**
FY 2014-15	**-**	**-**	**0.09**	**No expiry**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**0.09**	**-**	**-**
FY 2013-14	**-**	**-**	**0.74**	**No expiry**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**0.74**	**-**	**-**
Total	**353.07**		**163.54**		**72.57**		**657.53**		**11,521.15**		**89.52**		**12,504.31**	**527.94**	

As at 31 March 2025

Financial Year to which the loss related to	Deductible temporary differences		Unused tax losses											Unused tax credits	
	Amount	Expiry year-financial year	Unabsorbed depreciation		Unabsorbed long term capital losses		Unabsorbed short term capital losses		Unabsorbed business losses		Others		Total	MAT Credit	
			Amount	Expiry year-financial year	Amount	Expiry year-financial year	Amount	Expiry year-financial year	Amount	Expiry year-financial year	Amount	Expiry year-financial year	Amount	Amount	Expiry year-financial year
FY 2024-25	171.00	Not applicable	214.06	No expiry	-	-	-	-	3,091.33	FY 2032-33	-	-	3,305.39	115.61	No expiry
FY 2023-24	105.54	Not applicable	224.63	No expiry	-	-	-	-	4,203.99	FY 2031-32	-	-	4,428.62	61.39	No expiry
FY 2022-23	1,843.54	Not applicable	212.43	No expiry	-	-	131.51	FY 2030-31	5,438.24	FY 2030-31	-	-	5,782.18	136.31	No expiry
FY 2021-22	275.71	Not applicable	208.61	No expiry	-	-	-	-	5,084.30	FY 2029-30	64.02	FY 2029-30	5,356.93	57.49	No expiry
FY 2020-21	0.20	Not applicable	245.16	No expiry	3,425.06	FY 2028-29	526.02	FY 2028-29	5,819.69	FY 2028-29	25.50	FY 2028-29	10,041.43	23.59	No expiry
FY 2019-20	80.44	Not applicable	244.82	No expiry	-	-	-	-	5,801.53	FY 2027-28	-	-	6,046.35	18.90	No expiry
FY 2018-19	55.32	Not applicable	237.50	No expiry	47.24	FY 2026-27	-	-	3,886.40	FY 2026-27	-	-	4,171.14	-	-
FY 2017-18	84.56	Not applicable	17.29	No expiry	-	-	-	-	2,954.33	FY 2025-26	-	-	2,971.62	-	-
FY 2016-17	-	-	4.59	No expiry	-	-	-	-	5.68	FY 2024-25	-	-	10.27	-	-
FY 2014-15	-	-	0.09	No expiry	-	-	-	-	-	-	-	-	0.09	-	-
FY 2013-14	-	-	0.74	No expiry	-	-	-	-	-	-	-	-	0.74	-	-
Total	**2,616.31**		**1,609.92**		**3,472.30**		**657.53**		**36,285.49**		**89.52**		**42,114.76**	**413.29**	

41. Earnings per share (EPS)

In accordance with Ind AS 33 – Earnings Per Share prescribed by Companies (Indian Accounting Standards) Rules, 2015, the computation of earnings per share is set out below:

Particulars	31 March 2026	31 March 2025
Profit /(loss) for the year	**6,804.63**	5,358.20
Number of equity shares for calculating basic EPS	**946,531,653**	921,400,946
Weighted average number of shares outstanding at the end of the year for basic EPS	**941,170,989**	910,473,320
Number of dilutive potential equity shares	**10,009,534**	11,482,145
Weighted average number of shares outstanding at the end of the year for diluted EPS	**951,180,523**	921,955,465
Earnings per share (EPS) (Face value ₹ 1 each)		
Basic earnings share (in ₹)	**7.23**	5.89
Dilutive earnings per share (in ₹)	**7.15**	5.81

42. Segment information

The Group has classified its consolidated segment reporting into Alternatives business, Capital business, Insurance business, Asset reconstruction business, Mutual fund business and Other business. Alternatives business includes advisory and other fee based business; Capital business represents lending business and investment activities; Asset reconstruction business represents purchase and resolution of distress assets; Insurance business represents life insurance business and general insurance business. Mutual fund business represents income from asset management activities and Other business which includes custodian and CSR

The management is the Chief Operating Decision Maker (CODM).

The operating segments are the segments for which separate financial information is available and for which operating profit/loss amounts are evaluated regularly by the CODM.

Since the business operations of the Group are primarily concentrated in India, the Group is considered to operate only in the domestic segment.

31 March 2026

Particulars	Alternatives business	Capital business	Insurance business	Asset reconstruction business	Mutual Fund business	Other business	Total
Segment Revenue	**9,637.59**	**49,699.84**	**34,823.03**	**9,300.32**	**2,191.06**	**2,999.56**	**108,651.40**
Segment Expenditure	**6,152.95**	**48,337.56**	**36,359.91**	**4,586.91**	**1,390.41**	**2,790.13**	**99,617.87**
before share in profit of associates, jointly controlled entities, exceptional item and tax	**3,484.64**	**1,362.28**	**(1,536.88)**	**4,713.41**	**800.65**	**209.43**	**9,033.53**
Share in profit of associates and jointly controlled entities							**226.94**
Exceptional Item							**(986.82)**
Segment results - Profit/(loss) before tax							**8,273.65**
Tax expense							**1,469.02**
Net profit/(loss) for the year							**6,804.63**
Segment assets	**21,722.39**	**225,862.10**	**143,652.70**	**35,252.58**	**-**	**10,924.83**	**437,414.60**
Segment liabilities	**10,967.36**	**219,365.35**	**132,481.08**	**5,397.66**	**-**	**9,766.78**	**377,978.23**

31 March 2025

Particulars	Alternatives business	Capital business	Insurance business	Asset reconstruction business	Mutual Fund business	Other business	Total
Segment Revenue	7,865.41	37,475.93	36,375.03	8,825.02	2,476.58	2,169.17	**95,187.14**
Segment Expenditure	5,022.89	36,765.55	38,127.84	3,544.54	1,833.35	1,876.77	**87,170.94**
Segment results - Profit/(loss) before tax	2,842.52	710.38	(1,752.81)	5,280.48	643.23	292.40	**8,016.20**
Tax expense							**2,658.00**
Net profit/(loss) for the year							**5,358.20**
Segment assets	20,836.19	201,898.01	128,463.79	49,739.22	2,934.11	12,353.72	**416,225.04**
Segment liabilities	11,173.92	203,384.89	115,883.07	14,390.44	864.54	11,346.47	**357,043.33**

Note:

Non-cash expenditure aggregated to ₹ 10,827.93 million for the year ended 31 March 2026 (Previous Year ₹ 18,805.21 million).

43. Transfer of Financials Asset

The following tables provide a summary of financial assets that have been transferred in such a way that part or all of the transferred financial assets do not qualify for derecognition, together with the associated liabilities.

Particulars	As at 31 March 2026	As at 31 March 2025
Securitisations		
Carrying amount of transferred assets measured at amortised cost (Held as collateral)	**13,442.31**	16,475.70
Carrying amount of associated liabilities (Debt securities - measured at amortised cost)	**10,942.70**	15,294.26
Fair value of assets	**13,565.23**	16,540.63
Fair value of associated liabilities	**10,820.81**	14,672.06
Net position at fair value	**2,744.42**	**1,868.57**

44. Unconsolidated structured entities

The Group has exposure to certain unconsolidated structured entities being securitisation trusts, alternative investment funds and similar funds. The Group is involved in setting up of these structured entities and these has been designed so that voting or similar rights are not the dominant factor in deciding who controls the entity, such as when voting rights relate to administrative tasks only and the relevant activities are directed by means of contractual arrangements.Therefore, these structured entities are not consolidated by the Group.

The following tables show the carrying amount of the Group's recorded interest in its consolidated balance sheet as well as the maximum exposure to risk (as defined in below) due to these exposures in the unconsolidated structured entities:

Particulars	As at 31 March 2026			
	Securitisation trusts	Alternative Investment Funds	Total	Maximum exposure[1]
Loans	523.49	-	523.49	523.49
Trade Receivables	255.69	1,376.71	1,632.40	1,632.40
Investments	2,258.92	17,108.24	19,367.16	19,367.16
Total Assets	**3,038.10**	**18,484.95**	**21,523.05**	**21,523.05**
Off-balance sheet exposure	-	4,376.78	4,376.78	4,376.78
Size of the structured entity[1]	35,375.16	674,150.56	709,525.72	-
Income from the structured entity	4,747.81	5,089.16	9,836.97	-

Particulars	As at 31 March 2025			
	Securitisation trusts	Alternative Investment Funds	Total	Maximum exposure[1]
Loans	357.23	-	357.23	357.23
Trade Receivables	229.20	813.88	1,043.08	1,043.08
Investments	10,863.43	16,099.94	26,963.37	26,963.37
Total Assets	**11,449.86**	**16,913.82**	**28,363.68**	**28,363.68**
Off-balance sheet exposure	3.48	2,949.03	2,952.51	2,952.51
Size of the structured entity[1]	79,849.34	846,954.44	926,803.78	-
Income from the structured entity	2,108.43	4,026.34	6,134.77	-

[1] In the above table, the size of the structured entity refers to the corpus in case of securitisation trusts and to the assets under management in case of alternative investment funds. For loans, trade receivables and investments in structured entities, the carrying value reflects the Group's maximum exposure to loss.

45. Disclosure of interest in other entities:

1. Details of subsidiaries that have material non-controlling interests

Name of subsidiary	Place of incorporation and principal place of business	Proportion of ownership interests held by non-controlling interests	Profit/(loss) allocated to non-controlling interests for the year ended	
			31 March 2026	31 March 2025
Edelweiss Asset Reconstruction Company Limited	India	36.88%	1,341.50	1,547.18
Edelweiss Life Insurance Company Limited	India	17.35%	(89.72)	(291.38)

Summarised financial information in respect of each of the Group's subsidiaries that have material non-controlling interests is set out below. The summarised financial information below represents amounts before intra-group eliminations.

Particulars	Edelweiss Asset Reconstruction Company Limited		Edelweiss Life Insurance Company Limited	
	As at 31 March 2026	**As at 31 March 2025**	**As at 31 March 2026**	**As at 31 March 2025**
Financial assets	33,898.65	47,980.43	107,169.81	102,254.17
Non-financial assets	1,353.92	1,758.80	7,493.03	6,394.99
Total assets	**35,252.57**	**49,739.23**	**114,662.84**	**108,649.16**
Financial liabilities	4,563.41	12,775.90	5,187.21	4,382.34
Non-financial liabilities	834.24	1,614.54	103,537.11	94,925.10
Total liabilities	**5,397.65**	**14,390.44**	**108,724.32**	**99,307.44**
Networth	**29,854.92**	**35,348.79**	**5,938.52**	**9,341.72**

Particulars	Edelweiss Asset Reconstruction Company Limited		Edelweiss Life Insurance Company Limited	
	As at 31 March 2026	**As at 31 March 2025**	**As at 31 March 2026**	**As at 31 March 2025**
Total income	9,300.32	8,825.02	25,503.97	28,142.34
Total expense	4,601.65	3,544.53	27,095.23	29,415.15
Profit/(loss) before tax	**4,698.67**	**5,280.49**	**(1,591.26)**	**(1,272.81)**
Tax expense	1,203.39	1,429.88	(1,153.70)	0.00
Profit/(loss) after tax	**3,495.28**	**3,850.61**	**(437.56)**	**(1,272.81)**
Other comprehensive income/(loss)	0.14	(2.83)	(4,966.79)	1,929.47
Total comprehensive income/(loss)	**3,495.42**	**3,847.78**	**(5,404.35)**	**656.66**
Profit/(loss) for the year attributable to owners of the parent	**2,153.78**	**2,303.43**	**(347.84)**	**(981.43)**
Profit/(loss) for the year attributable non-controlling interests	**1,341.50**	**1,547.18**	**(89.72)**	**(291.38)**

45. Disclosure of interest in other entities (Continued):

2. Details of Jointly Controlled Entities (wef 18 Decemeber 2025 & refer note 69)

Name of jointly controlled entity	Place of incorporation and principal place of business	Proportion of ownership interests held by Company	Profit/(loss) allocated to the Company	Carrying Amount of Investment (Equity Method)
Edelweiss Asset Management Limited	India	90%	227.02	28,480.64
Edelweiss Trusteeship Company Limited	India	90%	(0.08)	2.40

Particulars	Edelweiss Asset Management Limited	Edelweiss Trusteeship Company Limited
	As at 31 March 2026	As at 31 March 2026
Financial assets	2,348.98	8.02
Non-financial assets	871.84	0.76
Total assets	**3,220.82**	**8.79**
Financial liabilities	723.51	0.11
Non-financial liabilities	111.83	1.25
Total liabilities	**835.34**	**1.36**
Networth	**2,385.48**	**7.43**

Particulars	As at 31 March 2026	As at 31 March 2026
Total income	3,139.95	4.97
Total expense	2,073.73	4.39
Profit/(loss) before tax	**1,066.22**	**0.58**
Tax expense	218.22	0.09
Profit/(loss) after tax	**848.00**	**0.49**
Other comprehensive income/(loss)	(2.94)	(0.00)
Total comprehensive income/(loss)	**845.06**	**0.49**
Share in profit/(loss) of jointly controlled entity	227.02	(0.08)
Share in other comprehensive income/(loss) of jointly controlled entity	(2.64)	(0.00)

Contractual obligations and Contingent liabilities

The Group's share of contingent liabilities in jointly controlled entities amounts to ₹ 51.33 millions as at 31 March 2026.

Commitments – Sale of Stake in Edelweiss Asset Management Company Limited (EAML) and Edelweiss Trusteeship Company Limited (ETCL)
As part of the share purchase agreement executed during the year ended 31 March 2026, under which the Group consummated the sale of 10% stake in Edelweiss Asset Management Company Limited (EAML) and Edelweiss Trusteeship Company Limited (ETCL), the Group is contractually committed to sell an additional 5% stake in these entities in a subsequent period.

46. Retirement benefit plan

A) Defined contribution plan (Provident fund and National Pension Scheme):

In accordance with the Employees' Provident Fund and Miscellaneous Provisions Act, 1952, employees of the Group are entitled to receive benefits under the provident fund, a defined contribution plan, in which both the employee and the Group contribute monthly at a determined rate. These contributions are made to a recognized provident fund administered by the Regional Provident Fund Commissioner. The employees contribute 12% of their basic salary, and the Group contributes an equal amount

Amount of ₹ 518.09 million (Previous year: ₹ 472.36 million) is recognised as expenses and included in "Employee benefits expense" in the statement of profit and loss.

B) Defined benefit plan (Gratuity):

In accordance with the Payment of Gratuity Act, 1972, the Group provides for gratuity, a defined benefit plan covering all employees. The plan provides a lump sum payment to vested employees at retirement or termination of employment in accordance with the rules laid down in the Payment of Gratuity Act, 1972. The gratuity benefit is partially provided through funded plan and annual expense is charged to the statement of profit and loss on the basis of actuarial valuation. The most recent actuarial valuation of plan assets and the present value of the defined benefit obligation for gratuity were carried out as at 31 March 2026.The present value of the defined benefit obligations and the related current service cost and past service cost, were measured using the Projected Unit Credit Method.

The following tables summarise the components of the net benefit expenses recognised in the statement of profit and loss and the funded and unfunded status and amount recognised in the balance sheet for the gratuity benefit plan.

Statement of profit and loss

Expenses recognised in the Statement of Profit and Loss:

Particulars	31 March 2026	31 March 2025
Current service cost	**140.21**	91.91
Interest on net defined benefit liability/(asset)	**12.52**	13.65
Past service cost	**177.99**	10.66
Exchange rate adjustment	**0.12**	0.02
Total included in Employee benefits expense	**330.84**	**116.24**

Movement in other comprehensive income:

Particulars	31 March 2026	31 March 2025
Balance at start of year (loss)/gain	**(95.83)**	(122.81)
Re-measurements on defined benefit obligation (DBO)		
a. Actuarial (Loss)/ Gain from changes in financial assumptions	**(1.55)**	(20.01)
b. Actuarial (Loss)/ Gain from experience over the past year	**(9.31)**	(10.42)
Return on plan assets excluding amount included in net interest on the net defined benefit liability/(asset)	**(29.41)**	5.72
Changes in the effect of limiting a net defined benefit asset to the asset ceiling excluding amount included in net interest on the net defined benefit liability/(asset)	**(3.71)**	51.69
Balance at end of year (loss)/gain	**(139.81)**	**(95.83)**

Balance sheet

Reconciliation of defined benefit obligation (DBO):

Particulars	31 March 2026	31 March 2025
Present value of DBO at the beginning of the year	**643.81**	551.44
Interest cost	**40.51**	37.82
Current service cost	**140.21**	91.91
Benefits paid	**(83.00)**	(79.43)
Past service cost	**177.99**	10.66
Actuarial (gain)/loss	**10.86**	30.43
Transfer (out)/in	**(1.31)**	0.96
Exchange Rate Adjustment	**0.12**	0.02
Present value of DBO at the end of the year	**929.19**	**643.81**

46. Retirement benefit plan (Continued)

B) Defined benefit plan (Gratuity) (Continued):

Reconciliation of fair value of plan assets:

Particulars	**31 March 2026**	**31 March 2025**
Fair value of plan assets at the beginning of the year	**552.84**	571.75
Contributions by Employer	**136.79**	20.57
Benefits paid	**(83.00)**	(79.43)
Interest income	**34.40**	34.22
Return on plan asset excluding amount included in net interest on the net defined benefit liability/ (asset)	**(29.41)**	5.73
Fair value of plan assets at the end of the year	**611.62**	**552.84**

Net asset / (liability) recognised in the balance sheet:

Particulars	**2025-26**	**2024-25**
Present value of DBO	**(929.19)**	(643.81)
Fair value of plan assets at the end of the year	**611.62**	552.84
Net Liability	**(317.57)**	**(90.97)**
Less: Effect of limiting net assets to asset ceiling	**111.49**	(101.38)
Liability recognised in the balance sheet	**(206.08)**	**(192.35)**

Experience adjustments:

Particulars	**2026**	2025	2024	2023	2022
On plan liabilities: loss /(gain)	**9.31**	10.42	19.43	25.68	35.86

Principal actuarial assumptions at the balance sheet date:

Particulars	**31 March 2026**	**31 March 2025**
Discount rate	**6.30%**	6.30%
Salary escalation	**7.00%**	7.00%
Employees attrition rate	**16.00%**	16.00%
Mortality Rate	**IALM 2012-14 (Ultimate)**	IALM 2012-14 (Ultimate)

Percentage Break-down of Total Plan Assets	**2025-26**	**2024-25**
Investment Funds with Insurance Company and Cash	**99%**	99%
Cash and cash equivalents	**1%**	1%
Total	**100%**	100%

Sensitivity Analysis for 31 March 2026:

Assumptions	**Discount rate**		**Future salary increases**	
Sensitivity Level	**1.00% increase**	**1.00% decrease**	**1.00% increase**	**1.00% decrease**
Impact on defined benefit obligation	**(39.18)**	**39.18**	**38.47**	**(38.47)**

Sensitivity Analysis for 31 March 2025:

Assumptions	**Discount rate**		**Future salary increases**	
Sensitivity Level	1.00% increase	1.00% decrease	1.00% increase	1.00% decrease
Impact on defined benefit obligation	(27.14)	27.14	28.05	27.14

Maturity profile

The weighted average duration of the obligation is 4 years (31 March 2025: 4 years) as at the date of valuation. This represents the weighted average of the expected remaining lifetime of all plan participants.

47. Maturity analysis of assets and liabilities

The table below shows an analysis of assets and liabilities analysed according to when they are expected to be recovered or settled. With regard to loans and advances to customers, the Group uses the same basis of expected repayment behaviour as used for estimating the effective interest rate. Issued debt reflect the contractual coupon amortisations.

Particulars	As at 31 March 2026			As at 31 March 2025		
	Within 12 months	After 12 months	Total	Within 12 months	After 12 months	Total
ASSETS						
Financial assets						
(a) Cash and cash equivalents	27,204.52	-	27,204.52	47,228.22	-	47,228.22
(b) Bank balances other than cash and cash equivalents	5,366.56	2,227.50	7,594.06	3,584.72	1,593.89	5,178.61
(c) Derivative financial instruments	5,164.17	1,900.15	7,064.32	787.05	-	787.05
(d) Trade Receivables	3,986.81	796.49	4,783.30	3,087.77	848.75	3,936.52
(e) Loans	27,548.62	82,308.98	109,857.60	30,872.32	91,340.72	122,213.04
(f) Investments	88,165.90	110,647.61	198,813.51	65,393.40	110,347.92	175,741.32
(g) Other financial assets	24,043.45	1,757.73	25,801.18	8,549.03	1,769.14	10,318.17
Total financial assets (A)	**181,480.03**	**199,638.46**	**381,118.49**	**159,502.51**	**205,900.42**	**365,402.93**
Non-financial assets						
(a) Reinsurance assets	0.78	4,044.66	4,045.44	0.28	3,911.53	3,911.81
(b) Current tax assets (net)	498.50	8,201.49	8,699.99	236.76	6,562.86	6,799.62
(c) Deferred tax assets (net)	-	21,009.84	21,009.84	-	17,795.39	17,795.39
(d) Investment property	28.60	678.97	707.57	44.00	1,222.23	1,266.23
(e) Property, Plant and Equipment	58.14	8,715.80	8,773.94	7.58	8,750.08	8,757.66
(f) Capital work in progress	6.51	7.88	14.39	4.39	-	4.39
(g) Intangible assets under development	103.21	94.77	197.98	110.46	70.04	180.50
(h) Other Intangible assets	133.50	1,300.13	1,433.63	12.11	1,872.38	1,884.49
(i) Right to Use (ROU) assets	28.54	474.09	502.63	19.84	780.79	800.63
(j) Other non-financial assets	3,214.10	7,696.60	10,910.70	3,539.96	5,881.43	9,421.39
Total non-financial assets (B)	**4,071.88**	**52,224.23**	**56,296.11**	**3,975.38**	**46,846.73**	**50,822.11**
TOTAL ASSETS (C = A+B)	**185,551.91**	**251,862.69**	**437,414.60**	**163,477.89**	**252,747.15**	**416,225.04**

Particulars	As at 31 March 2026			As at 31 March 2025		
	Within 12 months	After 12 months	Total	Within 12 months	After 12 months	Total
LIABILITIES						
Financial liabilities						
(a) Derivative financial instruments	4,067.98	-	4,067.98	1,427.30	-	1,427.30
(b) Trade payables	13,189.67	656.25	13,845.92	11,983.58	613.01	12,596.59
(c) Insurance claims payable	884.99	-	884.99	520.57	-	520.57
(d) Debt securities	42,931.34	103,787.29	146,718.63	18,094.07	105,510.34	123,604.41
(e) Borrowings (other than debt securities)	24,491.65	6,928.39	31,420.04	34,316.10	9,577.29	43,893.39
(f) Subordinated liabilities	3,059.94	3,844.14	6,904.08	3,775.63	7,471.71	11,247.34
(g) Lease liabilities	155.83	751.52	907.35	455.84	842.46	1,298.30
(h) Other financial liabilities	38,059.21	13,199.75	51,258.96	42,565.75	10,798.37	53,364.12
Total financial liabilities (D)	**126,840.61**	**129,167.34**	**256,007.95**	**113,138.84**	**134,813.18**	**247,952.02**
Non-financial liabilities						
(a) Current tax liabilities (net)	49.56	13.94	63.50	868.25	47.33	915.58
(b) Provisions	276.35	767.77	1,044.12	257.37	404.97	662.34
(c) Policyholders' liabilities	-	105,617.76	105,617.76	-	96,518.10	96,518.10
(d) Deferred tax liabilities (net)	-	7,049.40	7,049.40	-	3,400.79	3,400.79
(e) Other non-financial liabilities	8,135.79	59.71	8,195.50	7,540.95	53.55	7,594.50
Total non-financial liabilities (E)	**8,461.70**	**113,508.58**	**121,970.28**	**8,666.57**	**100,424.74**	**109,091.31**
TOTAL LIABILITIES (F = D+E)	**135,302.31**	**242,675.92**	**377,978.23**	**121,805.41**	**235,237.92**	**357,043.33**
NET TOTAL ASSETS/(LIABILITIES) (C-F)	**50,249.60**	**9,186.77**	**59,436.37**	**41,672.48**	**17,509.23**	**59,181.71**

48. Changes in liabilities arising from financing activities

Particulars	As at 01 April 2025	Cash flows	Others	As at 31 March 2026
Borrowings*	180,043.44	6,247.99	(341.33)	185,950.10
Total liabilities from financing activities	**180,043.44**	**6,247.99**	**(341.33)**	**185,950.10**

Particulars	As at 01 April 2024	Cash flows	Others	As at 31 March 2025
Borrowings*	203,579.01	(23,776.80)	241.23	180,043.44
Total liabilities from financing activities	**203,579.01**	**(23,776.80)**	**241.23**	**180,043.44**

* Comprises of Debt securities, Subordinated Liabilities, other borrowings and lease liabilities.

49. Contingent liabilities, commitments and leasing arrangements:

49.1 Contingent liabilities and commitments

a) Contingent liabilities

- Taxation matters in respect of which appeal is pending ₹ 1,904.77 million (Previous year: ₹ 2,120.65 million).
- Litigation pending against Group amounts to ₹ 232.46 million (Previous year: ₹ 238.46 million).

(i) The Group has received demand notices from tax authorities on account of disallowance of expenditure for earning exempt income under Section 14A of Income Tax Act, 1961 read with Rule 8D of the Income Tax Rules, 1962. The Group has filed appeal/s and is defending its position. Based on the favourable outcome in Appellate proceedings in the past and as advised by the tax advisors, Group is reasonably certain about sustaining its position in the pending cases, hence the possibility of outflow of resources embodying economic benefits on this ground is remote.

(ii) Pursuant to the Income Tax Authorities ("the ITA") investigation, after 31 March 2024, the Company and its subsidiaries in the Group have received assessment orders cum demand notices from ITA for AY 2022-23. Based on the legal opinion obtained by the Group, management believes that the demand is not sustainable. The Group has filed an appeal against the said assessment orders. Thus, no adjustment is required in the Consolidated Financial Statement of the Group.

(iii) The Group's pending litigations mainly comprise of claims against the Group pertaining to proceedings pending with Income Tax, Excise, Custom, Sales tax/VAT/GST and other authorities. The Group has reviewed all its pending litigations and proceedings and has adequately provided for where provisions are required and disclosed as contingent liabilities where applicable, in the financial statements. The Group believes that the outcome of these proceedings will not have a materially adverse effect on the Group's financial position and results of operations.

b) Commitments

- Undrawn committed credit lines subject to meeting of conditions, ₹ 6,512.41 million as at balance sheet date (Previous year: ₹ 4,457.68 million).
- Estimated amount of contracts remaining to be executed on capital account and not provided for ₹ 82.25 million (Previous year: ₹ 68.32 million).
- Uncalled liabilities on investments ₹ 9,566.99 million (Previous year: ₹ 6,169.89 million)

49. Contingent liabilities, commitments and lease arrangements: (Continued)

49.2 Leases

1) This note provides information for leases where the group is a lessee. Group has not given any property on lease.

Carrying amounts of lease liabilities and the movements

Particulars	As at 31 March 2026	As at 31 March 2025
Opening balance as at	**1,298.30**	1,094.83
Addition / disposal during year	**(86.79)**	449.13
Accretion of interest	**124.23**	158.22
Lease payment for the year	**(428.39)**	(403.88)
Closing balance as at	**907.35**	**1,298.30**

2) The statement of profit or loss shows the following amounts relating to leases

Particulars	For the year ended 31 March 2026	For the year ended 31 March 2025
Depreciation on ROU of assets	**224.66**	350.91
Reversal of lease pre-closure	**(8.34)**	15.14
Interest cost	**124.21**	148.54
Expenses related to short term lease	**106.57**	106.76

The maturity analysis of lease liability is disclosed in other financial liabilities in note no. 47.

50. Disclosure as required by Ind AS 24 – Related Party Disclosure

(A) Individuals owning, directly or indirectly, an interest in the voting power of the reporting enterprise that gives them control or significant influence over the enterprise

Mr. Rashesh Shah
Mr. Venkatchalam Ramaswamy
Ms. Vidya Shah
Ms. Aparna T.C.

(B) Key Management Personnel

Mr. Rashesh Shah - Chairman and Managing Director
Mr. Venkatchalam Ramaswamy - Vice Chairman & Executive Director (upto 14 May 2025)
Ms. Ananya Suneja – Chief Financial Officer
Mr. Tarun Khurana - Company Secretary

(C) Relatives of individuals exercising significant influence and relatives of KMP, with whom transactions have taken place

Ms. Kaavya Venkat
Ms. Shilpa Mody
Ms. Sejal Premal Parekh
Mr. A V Ramaswamy
Ms. Sneha Sripad Desai
Mr. Neel Shah
Ms. Avanti Shah

(D) Enterprises over which Promoter / KMPs / Relatives exercise significant influence, with whom transactions have taken place

Spire Investment Advisors LLP
Mabella Trustee Services Private Limited (on behalf of M/s. Shah Family Discretionary Trust)

(E) Jointly controlled entities (w.e.f. 18 December 2025 & refer note 69)

Edelweiss Asset Management Limited
Edelweiss Trusteeship Company Limited

Jointly controlled entities partners*

Setu AIF Trust
Konark Trust
MMPL Trust
* Together controlled by Westbridge Capital Management, LLC & Westbridge Capital Partners, LLC

(F) Independent Directors

Mr. Ashok Kini
Dr. Ashima Goyal
Mr. Shiva Kumar
Mr. C. Balagopal

50. Disclosure as required by Ind AS 24 – Related Party Disclosure (Continued)

Sr. No.	Nature of Transaction	Related Party Name	For the year ended 31 March 2026	For the year ended 31 March 2025
	Transactions with Related Parties:			
1	**Dividend paid on Equity Shares**	Mr. Rashesh Shah	**218.40**	218.40
		Mr. Venkatchalam Ramaswamy	**89.36**	89.36
		Ms. Vidya Shah	**52.95**	46.60
		Mabella Trustee Services Private Limited (on behalf of M/s. Shah Family Discretionary Trust)	**58.13**	58.13
		Setu AIF Trust	**24.66**	-
		Ms. Aparna T. C.	**36.00**	18.32
		Spire Investment Advisors LLP	**4.80**	4.80
		Ms. Kaavya Venkat	**-**	17.69
		Ms. Sneha Sripad Desai	**1.54**	1.54
		Ms. Shilpa Mody	**1.43**	1.43
		Ms. Sejal Premal Parekh	**1.43**	1.43
		Mr. A V Ramaswamy	**0.08**	0.08
		Ms. Avanti Shah	**-**	3.00
		Mr. Neel Shah	**-**	3.00
		Mr. Tarun Khurana	**0.09**	0.09
		Ms. Ananya Suneja	**0.07**	0.02
		Mr. C Balagopal	**0.00**	0.00
				-
2	**Remuneration to**	Mr. Rashesh Shah	**10.00**	89.28
		Mr. Venkatchalam Ramaswamy	**82.00**	119.10
		Ms. Vidya Shah	**2.26**	43.04
		Mr. Tarun Khurana	**14.45**	15.15
		Ms. Ananya Suneja	**39.81**	42.39
		Mr. Shiva Kumar	**-**	4.35
3	**Director sitting fees paid to**	Dr. Ashima Goyal	**0.89**	0.75
		Mr. Ashok Kini	**0.98**	1.28
		Mr. Shiva Kumar	**5.92**	0.23
		Mr. C Balagopal	**1.83**	1.65
4	**Commission paid to**	Mr. Biswamohan Mahapatra	**-**	1.75
		Dr. Ashima Goyal	**3.60**	3.50
		Mr. Ashok Kini	**3.60**	3.50
		Ms. Vidya Shah	**-**	3.50
		Mr. Shiva Kumar	**7.10**	3.50
		Mr. C Balagopal	**3.60**	-
5	**Loan given to KMP**	Mr. Tarun Khurana	**-**	3.00
6	**Loan repaid by KMP**	Mr. Tarun Khurana	**-**	3.00
7	**Interest income received from loan given to employee**	Mr. Tarun Khurana	**-**	0.25
8	**Donations given by**	Mr. Rashesh Shah	**-**	27.50
9	**Cost reimbursements received from**	Edelweiss Trusteeship Company Limited	**0.03**	-
		Edelweiss Asset Management Limited	**28.88**	-
10	**Cost reimbursements paid to**	Mr. Venkatchalam Ramaswamy	**-**	0.71
	Jointly controlled entities			
	Transactions with jointly controlled entities			
1	**Dividend received on Equity Shares**	Edelweiss Asset Management Limited	**227.48**	-
2	**Rental income from**	Edelweiss Asset Management Limited	**14.58**	-
	Balances with jointly controlled entities			
1	**Investment in equity shares of**	Edelweiss Asset Management Limited	**28,480.64**	-
		Edelweiss Trusteeship Company Limited	**2.40**	-
2	**Trade and other receivables**	Edelweiss Asset Management Limited	**21.35**	-
		Edelweiss Trusteeship Company Limited	**1.40**	-
3	**Security deposit received from**	Edelweiss Asset Management Limited	**18.59**	-

0.00 million indicates amount less than ₹ 0.01 million

Notes:

Information relating to remuneration paid to key managerial person mentioned above excludes provision made for gratuity and provision made for bonus which are provided for group of employees on an overall basis. These are included on cash basis.

51. Capital management

The Group manages the capital structure by a balanced mix of debt and equity. The Group's capital management strategy is to effectively determine, raise and deploy capital so as to create value for its shareholders. The Group maintains sound capitalisation both from an economic and regulatory perspective. The Group continuously monitors and adjusts overall capital demand and supply in an effort to achieve an appropriate balance of the economic and regulatory considerations at all times and from all perspectives. These perspectives include specific capital requirements from rating agencies.

Capital structure includes infusion in the form of equity and structured debt from strategic business partners in certain of Group's subsidiaries to fund expansion and assist in achieving expected growth in the competitive market.

No changes were made in the objectives, policies or processes during the financial years ended 31 March 2026 and 31 March 2025.

This framework is adjusted based on underlying the macro-economic factors affecting business environment, financial market conditions and interest rates environment. Group monitors capital using debt-equity ratio, which is total debt divided by total equity.

Particulars	As at 31 March 2026	As at 31 March 2025
Total Debt	**185,042.75**	178,745.14
Equity	**59,436.37**	59,181.71
Debt to Equity	**3.11**	**3.02**

Total debt = Debt securities + Borrowings (other than debt securities) + Subordinated Liabilities

52. Share based payments: Employee Stock Option Plans and Stock Appreciation Rights Plans

Edelweiss Financial Services Limited ("EFSL" hereafter), has recognised share based payment expenses for the years ended 31 March 2026 and 31 March 2025 based on fair value as on the grant date calculated as per option pricing model. The grants represent equity-settled options under the Employee Stock Option Plans and Stock Appreciation Rights Plans (hereafter referred to as, "ESOP 2011" and "SAR 2019" or "ESOPs" "SARs").

The EFSL has granted ESOPs under the two plans viz., ESOP 2011 & SAR 2019 to its employees on an equity-settled basis as tabulated below. The ESOPs/SARs provide a right to its holders (i.e., Edelweiss group employees) to purchase one EFSL share for each option at a pre-determined strike price on the expiry of the vesting period. The ESOP/SAR hence represents an European call option that provides a right but not an obligation to the employees of the Edelweiss group to exercise the option by paying the strike price at any time on completion of the vesting period, subject to an outer boundary on the exercise period.

EFSL has granted stock options to employees of the Edelweiss group on an equity-settled basis as tabulated below:

Particulars	**SAR 2019**	**ESOP 2011**
Dates of grant	Varying	Varying
Option Type	Equity settled	Equity settled
No. of outstanding options at 31 March 2026	31,213,000	25,450
No. of outstanding options at 31 March 2025	37,567,140	302,825
No. of Equity shares represented by an option	1 share for 1 option	1 share for 1 option
Fair Value per option	Varies as per the grant date	Varies as per the grant date
Exercise Price	Varies as per the grant date	Varies as per the grant date
Vesting Period	2-6 years	1-4 years
Vesting Conditions	Service	Service

The vesting of options is subject to the employee's continued employment with the Edelweiss group. The ESOPs shall vest as follows:

Particulars	**SAR 2019**		**ESOP 2011**
Duration from grant date	% options vesting - I	% options vesting - II	% options vesting
12 months from the grant date	-	-	25.00%
24 months from the grant date	33.33%	10.00%	25.00%
36 months from the grant date	-	10.00%	25.00%
48 months from the grant date	33.33%	20.00%	25.00%
60 months from the grant date	-	60.00%	-
72 months from the grant date	33.34%	-	-
Total	**100.00%**	**100.00%**	**100.00%**

Plan description

Plan Name	**Grant Date**	**Vesting Conditions**	**Term of Options**	**Payout**
ESOP Plan 2011	Various	As specified in tables above	1-4 years	Equity settled
SAR Plan 2019	Various	As specified in tables above	2-6 years	Equity settled

Movement of number of Options for FY 2025-26 and 2024-25

Number of options	**31 March 2026**			**31 March 2025**		
	SAR 2019	**ESOP 2011**	**Total**	**SAR 2019**	**ESOP 2011**	**Total**
Outstanding at the start of the year	37,567,140	302,825	37,869,965	4,859,570	2,254,725	7,114,295
Granted during the year	-	-	-	34,500,000	-	34,500,000
Exercised during the year	(1,669,400)	(191,775)	(1,861,175)	(1,201,530)	(1,048,175)	(2,249,705)
Lapsed/ cancelled during the year	(4,684,740)	(85,600)	(4,770,340)	(590,900)	(903,725)	(1,494,625)
Outstanding at the end of the year	**31,213,000**	**25,450**	**31,238,450**	37,567,140	302,825	37,869,965
Exercisable at the end of the year	-	25,450	25,450	-	302,825	302,825

Weighted Average Exercise Price for FY 2025-26 and 2024-25

Weighted Average Exercise Price (₹)	**31 March 2026**		**31 March 2025**	
	SAR 2019	**ESOP 2011**	**SAR 2019**	**ESOP 2011**
Outstanding at the start of the year	75.53	54.29	50.74	69.58
Granted during the year	-	-	77.00	-
Exercised during the year	79.42	50.78	27.45	47.71
Lapsed/ cancelled during the year	76.95	70.14	57.19	100.07
Outstanding at the end of the year	75.22	27.45	75.53	54.29
Exercisable at the end of the year	NA	27.45	NA	54.29
Weighted Average Share price at the exercise date	118.27	100.81	123.38	109.85

52. Share based payments: Employee Stock Option Plans and Stock Appreciation Rights Plans (Continued)

Outstanding Options as at 31 March 2026 and 31 March 2025

Particulars	31 March 2026		31 March 2025	
	SAR 2019	ESOP 2011	SAR 2019	ESOP 2011
Number of options outstanding	31,213,000	25,450	37,567,140	302,825
Weighted average strike price (₹)	75.22	27.45	75.53	54.29
Weighted average remaining lifetime of options (in years)	3.18	-	3.99	-
Number of employees covered under the scheme	148	13	167	71

Options granted during the FY 2025-26 and 2024-25

Particulars	31 March 2026		31 March 2025	
	SAR 2019	ESOP 2011	SAR 2019	ESOP 2011
Number of options granted	NA	NA	34,500,000	-
Weighted average strike price (in ₹)	NA	NA	77.00	NA
Weighted average remaining lifetime of options (in years)	NA	NA	4.3 years	NA
Number of employees covered under the scheme	NA	NA	89	NA
Weighted Average Fair value per option (in ₹)	NA	NA	46.54	NA
Weighted Average Intrinsic value per option (in ₹)	NA	NA	13.92	NA

Assumptions for Fair Value for the FY 2025-26 and 2024-25

Particulars	31 March 2026		31 March 2025	
	SAR 2019	ESOP 2011	SAR 2019	ESOP 2011
Weighted average share price (in ₹)	89.77	58.85	94.20	125.11
Weighted average strike price (in ₹)	75.22	27.45	75.50	54.30
Weighted average remaining lifetime of options (in years)	3.18	-	3.99	-
Expected volatility (% p.a.)	59% p.a. - 72% p.a.	72% p.a.	56% p.a. - 72% p.a.	56% p.a. - 72% p.a.
Risk-free discount rate (% p.a.)	5.7% p.a. - 6.2% p.a.	5.4% p.a.	5.7% p.a. - 6.9% p.a.	5.1% p.a. - 6.8% p.a.
Expected dividend yield (% p.a.)	1.6% p.a. - 2.4% p.a.	2.4% p.a.	0.7% p.a. - 2.4% p.a.	0.7% p.a. - 2.4% p.a.

Other disclosure

Particulars	31 March 2026			31 March 2025		
	SAR 2019	ESOP 2011	Total	SAR 2019	ESOP 2011	Total
Charges during the year due to share based payments *	210.85	-	210.85	27.40	(1.82)	25.58
Liability due for share based payments	240.90	0.80	241.70	196.78	20.57	217.35
Intrinsic value of the liability above	66.29	-	66.29	3.43	1.66	5.09

* includes all group companies

52. Share Based Payments: Employee Stock Option Plans And Stock Appreciation Rights Plans (Continued)

Nido Home Finance Limited

The Nido Home Finance Limited (Nido) has granted ESOPs under one plan viz., ESOP 2025 to its employees on an equity-settled basis as tabulated below. The ESOPs provide a right to its holders (i.e., Nido Home Finance Limited employees) to purchase one Nido share for each option at a pre-determined strike price on the expiry of the vesting period.

Movement of number of Options for FY 2025-26

Particulars	31 March 2026	31 March 2025
	ESOP 2025	ESOP 2025
Outstanding at the start of the year	-	-
Granted during the year	2,545,000	-
Exercised during the year	-	-
Lapsed/ cancelled during the year	(5,000)	-
Outstanding at the end of the year	2,540,000	-
Exercisable at the end of the year	-	-

Options granted during FY 2025-26

Particulars	31 March 2026	31 March 2025
	ESOP 2025	ESOP 2025
Number of options granted	2,540,000	-
Weighted average strike price (in Rs.)	125	-
Weighted average remaining lifetime of options (in years)	4	-
Number of employees covered under the scheme	43	-
Weighted average fair value per option (in Rs.)	151.05	-
Weighted average intrinsic value per option (in Rs.)	112.42	-

Assumptions for Fair Value for FY 2025-26

Particulars	31 March 2026	31 March 2025
	ESOP 2025	ESOP 2025
Weighted average share price (in ₹)	151.05	-
Weighted average strike price (in ₹)	125.00	-
Weighted average remaining lifetime of options (in years)	4.48	-
Expected volatility (% p.a.)	38%	-
Risk-free discount rate (% p.a.)	5.5% -5.7%	-
Expected dividend yield (% p.a.)	0.20%	-

52. Share Based Payments: Employee Stock Option Plans And Stock Appreciation Rights Plans (Continued)

EAAA India Alternatives Limited

The EAAA India Alternatives Limited (EAAA) has granted ESOP options under the 'EAAA India Employee Stock Option Scheme 2024 (hereafter referred to as, "ESOP 2024" or "ESOPs"). The ESOPs provide a right to its holders (i.e., EAAA group employees) to purchase one EAAA share for each option at a pre-determined strike price on the expiry of the vesting period. The ESOP hence represents an European call option that provides a right but not an obligation to the employees of the EAAA group to exercise the option by paying the strike price at any time on completion of the vesting period, subject to an outer boundary on the exercise period.

Movement of number of Options for FY 2025-26

Particulars	31 March 2026			31 March 2025
	ESOP 2024 - I	ESOP 2024 - II	ESOP 2024 - II	-
Outstanding at the start of the period	-	-	-	-
Granted during the period	2,700,000	2,175,000	120,000	-
Exercised during the period	-	-	-	-
Lapsed/ cancelled during the period	-	145,000	-	-
Outstanding at the end of the period	2,700,000	2,030,000	120,000	-
Exercisable at the end of the period	-	-	-	-

Weighted Average Exercise Price for FY 2025-26

Particulars	31 March 2026			31 March 2025
	ESOP2024 - I	ESOP 2024 - II	ESOP 2024 - II	-
Outstanding at the start of the period	-	-	-	-
Granted during the period	933	933	933	-
Exercised during the period	-	-	-	-
Lapsed/ cancelled during the period	-	933	-	-
Outstanding at the end of the period	933	933	933	-
Exercisable at the end of the period	-	-	-	-
Weighted Average Share price at the exercise date	933	933	933	-

Assumptions for Fair Value for FY 2025-26

Particulars	31 March 2026			31 March 2025
	ESOP2024 - I	ESOP 2024 - II	ESOP 2024 - II	-
Weighted average share price (in Rs.)	933	933	933	-
Weighted average strike price (in Rs.)	933	933	933	-
Weighted average remaining lifetime of options (in period)	3.52	4.27	5.14	-
Expected volatility(% p.a.)	32.43% - 37.52%	32.43% - 35.53%	32.22% - 32.76%	-
Risk-free discount rate(% p.a.)	6.12% - 6.25%	6.17% - 6.25%	6.01% - 6.32%	-
Expected dividend yield (% p.a.)	3.00%	3.00%	3.43%	-
Fair value of shares on the date of grants	928	928	933	-

53. Fair Value Measurement

53.1 Valuation Principles

Fair value is the price that would be received against sale of an asset or paid to transfer a liability in an orderly transaction in the principal (or most advantageous) market at the measurement date under current market conditions (i.e., an exit price), regardless of whether that price is directly observable or estimated using a valuation technique. In order to show how fair values have been derived, financial instruments are classified based on a hierarchy of valuation techniques as explained in Note 53.4

53.2 Valuation governance

The Group's fair value methodology and the governance over its models includes a number of controls and other procedures to ensure appropriate safeguards are in place to ensure its quality and adequacy. All new product initiatives (including their valuation methodologies) are subject to approvals by various functions of the Group including the risk and finance functions.

Where fair values are determined by reference to externally quoted prices or observable pricing inputs to models, independent price determination or validation is used. For inactive markets, Company sources alternative market information, with greater weight given to information that is considered to be more relevant and reliable.

The responsibility of ongoing measurement resides with the business and product line divisions. However Finance department is responsible for establishing procedures governing valuation and ensuring fair values are in compliance with accounting standards

53.3 Assets and liabilities by fair value hierarchy

The following table shows an analysis of financial instruments recorded at fair value by level of the fair value hierarchy. Exchange traded and OTC derivatives are at gross amount i.e. before offsetting margin money. The impact of offsetting is explained in Note 10.1.

Particulars	As at 31 March 2026			
	Level 1	Level 2	Level 3	Total
Assets measured at fair value on a recurring basis				
Derivative financial instruments (assets)				
Exchange-traded derivatives	**4,918.84**	**-**	**-**	**4,918.84**
OTC derivatives	**-**	**359.16**	**-**	**359.16**
Embedded derivatives in market-linked debentures	**-**	**-**	**2,039.44**	**2,039.44**
Total derivative financial instruments (assets)	**4,918.84**	**359.16**	**2,039.44**	**7,317.44**
Investments				
Government securities	**17,925.75**	**49,625.74**	**-**	**67,551.49**
Debt securities	**6,543.28**	**13,772.04**	**668.30**	**20,983.62**
Mutual fund	**14,334.63**	**-**	**-**	**14,334.63**
Security receipts	**-**	**-**	**4,725.45**	**4,725.45**
AIF Fund	**-**	**3,291.57**	**13,548.63**	**16,840.20**
Equity instruments	**28,065.59**	**338.69**	**600.82**	**29,005.10**
Preference Shares	**-**	**-**	**2,229.55**	**2,229.55**
Others	**2,306.52**	**2,729.29**	**-**	**5,035.81**
Total investments measured at fair value	**69,175.77**	**69,757.33**	**21,772.75**	**160,705.85**
Loans and other financial assets measured at fair value	**-**	**-**	**25,176.17**	**25,176.17**
Total	**74,094.61**	**70,116.49**	**48,988.36**	**193,199.46**

Particulars	As at 31 March 2025			
	Level 1	Level 2	Level 3	Total
Assets measured at fair value on a recurring basis				
Derivative financial instruments (assets)				
Exchange-traded derivatives	141.59	0.11	-	141.70
OTC derivatives	-	1,603.23	-	1,603.23
Embedded derivatives in market-linked debentures	-	-	636.68	636.68
Total derivative financial instruments (assets)	**141.59**	**1,603.34**	**636.68**	**2,381.61**
Investments				
Government securities	27,624.80	48,157.37	-	75,782.17
Debt securities	15.55	21,180.42	2,072.81	23,268.78
Mutual fund	7,651.86	-	-	7,651.86
Security receipts	-	-	17,412.08	17,412.08
AIF Fund	-	1,446.14	14,899.39	16,345.53
Equity instruments	21,413.65	1,125.13	877.15	23,415.93
Preference Shares	-	-	1,283.90	1,283.90
Others	4,253.44	53.44	-	4,306.88
Total investments measured at fair value	**60,959.30**	**71,962.50**	**36,545.33**	**169,467.13**
Loans and other financial assets measured at fair value	-	-	35,702.20	35,702.20
Total	**61,100.89**	**73,565.84**	**72,884.21**	**207,550.94**

53.3 Assets and liabilities by fair value hierarchy (Continued)

Particulars	As at 31 March 2026			
	Level 1	Level 2	Level 3	Total
Liabilities measured at fair value on a recurring basis				
Derivative financial instruments (liabilities):				
Exchange-traded derivatives	3,006.50	-	-	**3,006.50**
OTC derivatives	-	1,593.68	-	**1,593.68**
Embedded derivative liabilities	-	-	1,676.82	**1,676.82**
Non convertible debentures	-	-	34.50	**34.50**
Short sales	2,181.19	-	-	**2,181.19**
Total	**5,187.69**	**1,593.68**	**1,711.32**	**8,492.69**

Particulars	As at 31 March 2025			
	Level 1	Level 2	Level 3	Total
Liabilities measured at fair value on a recurring basis				
Derivative financial instruments (liabilities):				
Exchange-traded derivatives	187.47	0.14	-	187.61
OTC derivatives	-	86.92	-	86.92
Embedded derivative liabilities	-	-	1,265.11	1,265.11
Non convertible debentures	-	-	4,712.65	4,712.65
Short sales	-	-	-	-
Total	**187.47**	**87.06**	**5,977.76**	**6,252.29**

53.4 Fair valuation techniques

Government debt securities

Government debt securities are generally highly liquid and traded in active markets; fair value of these securities is determined under Level 1 classification. For insurance business, security level prices published by CRISIL are considered for valuation and is determined under Level 2 classification.

Debt securities

Fair value of these debt securities is derived based on the indicative quotes of price and yields prevailing in the market as at the reporting date. Wherever debt securities are traded actively, Group has used price quoted at Stock Exchanges; in other cases Group has used CRISIL Corporate Bond Valuation model for measuring fair value.

Security receipts

There is no active market for Security Receipts; Group determines fair value of these securities using discounted cash flow models. Under this method expected cash flows are estimated by using quantitative and qualitative measures regarding the characteristics of the underlying assets including prepayment rates, default rates and other economic drivers. Since valuation of Securities receipts involves significant unobservable valuation inputs, fair value is classified at Level 3.

Equity instruments

Fair valuation of equity instruments, which are listed and actively traded on recognised stock exchanges with readily available active prices on a regular basis, are classified at Level 1. Equity instruments in non-listed entities are initially measured at transaction price and re-measured at each reporting date at valuation determined by external valuer at instrument level. Fair value of unlisted equity securities are classified at Level 3.

Units of Alternative Investment Funds (AIFs) and Mutual Fund

Units held in AIFs are measured based on fund net asset value (NAV), taking into account redemption and/or other restrictions. Such instruments are classified at Level 2 and Level 3.

Open-ended funds that are redeemable at any time, and reports daily Net Asset Value (NAV) and for which sufficient subscriptions and redemptions occur at NAV, are measured at NAV and classified as Level 1.

Loans measured at fair value through profit or loss

Loans are segregated, as far as possible, into portfolios of similar characteristics. Fair values are based on observable market transactions, when available. When they are unavailable, fair values are estimated using valuation models incorporating range of input assumptions. Group determines fair value of loans with help of internal valuation team and independent valuer on case-to-case basis. Valuation is based on discounted cash flow, comparable transaction market price, market research and marked trend as considered appropriate.

Derivatives

The Group enters into derivative financial instruments with various counterparties, primarily banks with investment grade credit ratings. Derivatives valued using valuation techniques with market observable inputs are mainly interest rate swaps, exchange traded futures and options contracts. The most frequently applied valuation techniques include quoted price for exchange traded derivatives and Black Scholes models (for option valuation).

OTC derivatives

Under Interest rate swap contract, the Company agrees to exchange the difference between fixed and floating rate of interest amount calculated on agreed notional principal. Such contracts enable the Company to mitigate the risk of changing interest rate. The fair value of interest rate swap is determined by discounting the future cash flows using the curves at the end of year and the credit risk inherent in the contract. Company classify the Interest rate swaps at Level 2 valuation.

Exchange traded derivatives

Exchange traded derivatives includes index/stock options, index/stock futures, company uses exchange traded prices to value these derivative and classify valuation of these instrument at Level 1.

Embedded derivatives

An embedded derivative is a component of a hybrid instrument that also includes a non-derivative host contract with the effect that some of the cash flows of the combined instrument vary in a way similar to a stand-alone derivative.

Group determines valuation using valuation models taking Inputs from observable market (Indices) data wherever possible, including prices available from exchanges, dealers, brokers. Group classify valuation of these embedded derivative at Level 3.

53.5 Transfer between Level 1 and Level 2

During the year there were no transfers between Level 1 and Level 2. Similarly, there were no transfers from or transfer to Level 3.

53.6 Financial instruments measured at amortised cost

The following table sets out the fair values and fair value hierarchy of financial instruments measured at amortised cost. The information given with respect to financial instruments for which the fair value differs from the carrying amount. Carrying amounts of cash and cash equivalents, trade receivables, trade and other payables as on 31 March 2026 and 2025 approximate the fair value because of their short-term nature. Difference between carrying amounts and fair values of bank deposits, other financials assets and other financial liabilities is not significant in each of the years presented.

Particulars	As at 31 March 2026				
	Total Carrying Amount	Total fair value	Level 1	Level 2	Level 3
Financial assets:					
Loans	84,681.43	86,573.80	-	-	86,573.80
Financial liabilities					
Debt securities	146,684.13	146,852.03	35,679.00	104,915.50	6,257.53
Borrowing (other than debt securities)	31,420.04	31,420.02	-	7,494.77	23,925.25
Subordinated liabilities	6,904.08	6,904.08	-	6,904.08	-
Off-balance sheet items					
Loan commitments	6,252.43	3,951.02	-	-	3,951.02

Particulars	As at 31 March 2025				
	Total Carrying Amount	Total fair value	Level 1	Level 2	Level 3
Financial assets:					
Loans	86,510.84	90,533.80	-	-	90,533.80
Financial liabilities					
Debt securities	118,891.76	121,027.62	27,020.03	86,415.55	7,592.04
Borrowing (other than debt securities)	43,893.39	43,906.25	-	11,365.83	32,540.42
Subordinated liabilities	11,247.34	11,087.52	-	11,087.52	-
Off-balance sheet items					
Loan commitments	4,197.68	2,072.28	-	-	2,072.28

53.7 Valuation methodologies of financial instruments measured at Amortised Cost:

The Group has used below methodologies and assumptions to estimate fair values of the financial instruments, measured at Amortised cost, only for the purpose of disclosure. These methodologies and assumptions may differ from the methodology and assumptions explained in Notes 53.4.

Financial assets at amortised cost

The fair values of these financial assets is determined by discounting contractual cash flows at actual/estimated yields, by current yields incorporating the counterparties' credit risk.

Issued Debt

The fair value of issued debt is estimated using discounted cash flow model.

53.8 Movement in Level 3 financial instruments measured at fair value

The following tables show a reconciliation of the opening and closing amounts of Level 3 financial assets and liabilities which are recorded at fair value.

Particulars	Financial assets						Financial liabilities	
	Security Receipts	Equity & Preference	Debt Securities	AIFs	Loans classified at fair value	Derivative financial assets	Derivative financial liabilities	Non-convertible debentures issued
As at 31 March 2025	**17,412.08**	**2,161.05**	**2,072.81**	**14,899.39**	**35,702.20**	**636.68**	**1,265.11**	**4,712.65**
Net new purchases and sales including issuance*	**4,031.44**	**3.72**	**(1,493.07)**	**(4,256.88)**	**(9,869.95)**	**1,279.26**	**940.01**	**-**
Settlements	**(13,516.16)**	**-**	**-**	**(332.44)**	**(1,474.97)**	**(12.36)**	**(523.45)**	**(3,083.38)**
Gain/(loss)	**(3,201.91)**	**665.60**	**88.56**	**3,238.56**	**818.89**	**135.86**	**(4.85)**	**(1,594.77)**
Transferred (from)/to Level 3 and amortised cost	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**
As at 31 March 2026	**4,725.45**	**2,830.37**	**668.30**	**13,548.63**	**25,176.17**	**2,039.44**	**1,676.82**	**34.50**
Unrealised gain/(loss)	**(3,951.19)**	**590.26**	**38.46**	**5,974.62**	**-**	**135.86**	**(4.85)**	**(3.00)**
As at 31 March 2024	**26,039.25**	**1,547.53**	**2,845.86**	**11,063.26**	**47,099.41**	**299.64**	**652.91**	**5,006.41**
Net new purchases and sales including issuance*	(1,328.21)	365.28	(590.20)	1,361.79	(12,461.39)	423.37	524.44	364.74
Settlements	(186.04)	-	-	-	(683.15)	(6.45)	(4.59)	(713.80)
Gain/(loss)	(7,112.92)	248.24	(182.85)	2,474.34	1,747.33	(79.88)	92.35	55.30
Transferred (from)/to Level 3 and amortised cost	-	-	-	-	-	-	-	-
As at 31 March 2025	**17,412.08**	**2,161.05**	**2,072.81**	**14,899.39**	**35,702.20**	**636.68**	**1,265.11**	**4,712.65**
Unrealised gain/(loss)	(7,290.26)	409.56	608.92	7,513.39	1,390.37	26.47	(5.19)	1,535.92

*includes financial assets derecognised

53.9 Unobservable inputs used in measuring fair value categorised within Level 3 and sensitivity of fair value measurement to change in unobservable market data.

As at 31 March 2026

Type of Financial Instruments	Valuation Techniques	Significant Unobservable input	Range of estimates for unobservable input	Increase in the unobservable input	Change in fair value because of increase in unobservable input	Decrease in the unobservable input	Change in fair value because of decrease in unobservable input
Investments in security receipts	Net asset value method	Cash Flow	₹ 12,809.54 million	5%	644.53	5%	(644.53)
	Discounted projected cash flow	Cash Flow	₹ 50,847.55 million	2,484.05	229.96	(2,404.88)	(230.35)
		Discount rates	13.10%-15.15%	0.50%	20.44	0.50%	(20.67)
Investments in units of AIF	Net Asset approach	Fair value of underlying	NAV per unit Rs. 4.71 - Rs.2,26,554 per unit	5%	811.18	5%	(811.18)
Investments in unquoted equity shares and preference shares categorised at Level 3	Comparable transaction and P/E	Fair value per share	₹ 770 to 17,881 per share	5%	131.66	5%	(131.66)
Loans classified as Fair Value	Comparable transaction and P/E	Discounting rate	15.00%	0.25%	7.87	0.25%	(7.87)
			15% - 20%	1%	A one percentage point change in the discounting rate used in fair valuation of Level 3 assets docs not have a significant impact in its value	1%	A one percentage point change in the discounting rate used in fair valuation of Level 3 assets docs not have a significant impact in its value
Debt investments classified at FVTPL	Discounted cash flow	Expected future cash flows	NA	5%	33.42	5%	(33.42)
Embedded derivatives in market-linked debentures issued (Assets/ liability) (net)	Fair value of index	Index levels	-	5%	18.13	5%	(18.13)
Debt Securities (Liability)	Discounted projected cash flow	Cash Flow	₹ 2,866.97 million	143.35	0.93	(143.35)	(0.93)
		Discount rates	15.08%	0.50%	(0.08)	0.50%	0.08

53.9 Unobservable inputs used in measuring fair value categorised within Level 3 and sensitivity of fair value measurement to change in unobservable market data.

As at 31 March 2025

Type of Financial Instruments	Valuation Techniques	Significant Unobservable input	Range of estimates for unobservable input	Increase in the unobservable input	Change in fair value because of increase in unobservable input	Decrease in the unobservable input	Change in fair value because of decrease in unobservable input
Investments in security receipts	Discounted projected cash flow	Cash Flow	₹ 6,549.90 million	5%	327.50	5%	(327.50)
		Cash Flow	₹ 1,47,105.70 million	6,892.74	926.19	(6,892.74)	(927.54)
		Discount rates	39.74%-40.24%	0.50%	16.47	0.50%	(16.47)
		Discount rates	13.8%-14.9%	0.50%	(112.94)	0.50%	112.94
Investments in units of AIF	Net Asset approach	Fair value of underlying investments	₹ 5,688.36 million	5%	250.85	5%	(250.85)
			Nav per unit ₹ 17 - ₹ 100739	5%	293.87	5%	(293.87)
			NAV per unit ₹ 364.20 - ₹ 1956577.86	5%	32.51	5%	(32.51)
			₹ 8,987 to ₹ 175,152 per Unit	5%	189.87	5%	(189.87)
			₹ 9.83 per Unit	5%	0.14	5%	(0.14)
Investments in unquoted equity shares and preference shares categorised at Level 3	Comparable transaction and P/E	Fair value per share	₹ 5.29 per share	5%	9.80	5%	(9.80)
			₹ 24 to ₹ 214,140 per share	5%	20.84	5%	(20.84)
			₹ 34,835 per share	5%	4.39	5%	(4.39)
			₹ 0 to ₹ 34,831 per share	5%	14.82	5%	(14.82)
			₹ 0 to ₹ 391 per NCD	5%	24.44	5%	(24.44)
			₹ 391 per share	5%	13.97	5%	(13.97)
			₹ 386 per share	5%	0.02	5%	(0.02)
			₹ 59.07 per share	5%	11.52	5%	(11.52)
			₹ 3,265 per unit	5%	10.06	5%	(10.06)
Loans classified as Fair Value	Comparable transaction and P/E	Discounting rate	14.75%	0.25%	(9.80)	0.25%	9.80
				1%	A one percentage point change in the discounting rate used in fair valuation of Level 3 assets docs not have a significant impact in its value	1%	A one percentage point change in the discounting rate used in fair valuation of Level 3 assets docs not have a significant impact in its value
			15% - 20%				
Debt investments classified at FVTPL	Net asset approach	Fair value of underlying investments	-	5%	96.58	5%	(96.58)
	Discounted projected cash flow	Expected future cash flows	₹ 1,667 to ₹ 632,359 per debenture	5%	5.06	5%	(5.06)
	Comparable transaction and P/E	Fair value per instrument	₹ 0 to ₹ 6,957 per NCD	5%	2.00	5%	(2.00)
Embedded derivatives in market-linked debentures issued (Assets/ liability) (net)	Fair value of index	Index levels	-	5%	(31.42)	5%	31.42
Debt Securities (Liability)	Discounted projected cash flow	Cash Flow	-	-	338.60	-	(338.60)
		Discount rates	14.85%	0.50%	(34.89)	0.50%	35.38

54. Risk Management

54.1 Introduction and risk profile

The Edelweiss Group ("The Group") provides a broad range of financial products and services to a substantial and diversified client base that includes corporations, institutions and individuals. The Group's products and services span multiple asset classes and consumer segments across domestic and global geographies. The Group's key lines of business can broadly be classified as below:

- Alternatives
- Capital Business (includes lending business and investment activities)
- Insurance (Life and General Insurance)
- Asset reconstruction
- Mutual Fund
- Other Business (includes custodian and CSR activities)

The Group's diversified businesses profile acts as an inherent risk management mechanism at an overall level. However, the prevailing market environment and ongoing operations expose the Group to various risks like credit risk, market risk, liquidity risk, compliance risk, and technology risk amongst others. As the Group operates various regulated businesses, it is exposed to regulatory and reputation risks also.

54.2 Risk management strategy:

The strategy at an execution level is supported by -

1. Three-tiered risk management structure to manage and oversee risks
2. Board and Executive Level Committees to review and approve risk exposures
3. Risk Management framework to ensure each risk the Group is exposed to is given due importance and managed through a well-defined framework and guidelines
4. Standard Operating Procedures and Product approval framework to ensure risks are mitigated at operational level
5. Adequate segregation of duties to ensure multi-layered checks and balances
6. Exception reporting framework to ensure process and policy deviations are adequately addressed

54.3 Risk management structure

To support the risk strategy and ensure effective risk management, the Group has a "Three-tiered risk management structure" to ensure that there are enough defences are available to control all types of risk issues. The risk structure is enumerated below:

1. **Three lines of defense** - for accountability, oversight, and assurance
   - **Respective Businesses** - the first line of defence; they own and manage risks and are responsible for implementation of the risk management framework
   - **Business Risk teams** - the second line of defence; they are responsible for overseeing risk events and defining the risk management framework
   - **Internal audit** - the third line of defence; they provide independent assurance of risk management framework implementation

2. **Board and Executive level Committees** - for overseeing the risk management. The current Risk Management Committees are

   - Board Risk Committee
   - Investment and Credit Committees

The Board Risk Committee is the overseeing body for Risk Management. The Committee meets at regular intervals to review the risk profile of the Company.

The Investment and Credit Committee serve as the nodal bodies for all credit related decisions. Respective businesses have formulated its own Investment and Credit Committees depending upon the scale of the exposure.

Risk management framework

The businesses in the Group have a Risk Framework, which describes the risk management approach and provides clear accountability for managing risk considered appropriate for the Business. The framework is subject to continuous evaluation based on existing internal as well external environment.

The current risk framework covers :

- Business Risk
- Credit Risk
- Market Risk
- Liquidity Risk
- Regulatory Risk
- Reputation Risk
- Technology Risk
- Operational and Process Risk
- Fraud Risk
- People Risk
- Physical Infrastructure Risk

The Businesses in the Group use different types of tools and techniques for mitigating risk, depending upon the type of risk and quantum. For example:

- Financial risks are mitigated through counterparty and client assessment before any exposure is taken, and defined product/program level risk limits to ensure exposure does not exceed risk appetite. The Committee based approval mechanism is adopted to ensure that high exposures are approved with adequate representation and that there is no bias in approvals.

- Non-financial risks viz technology, operational, fraud, etc. are mitigated through process documentation defining clear ownership for each activity, having adequate system/process level controls like maker-checker, reconciliation, testing and reviews.

- Enterprise level risks viz. reputation, compliance, regulatory, etc. are controlled through policies and framework, educating employees through training and risk socialisation sessions.

54.4 Risk management framework of General Insurance (Zuno General Insurance Limited "ZGIL")

Governance framework

The core of the ZGIL risk philosophy lies in the identification, measurement, monitoring and management of risk. ZGIL believe risk management is a continuous, vital process that is an inalienable part of ZGIL DNA. The Governance structure has three focal points:

1. The Business Users would form the First Line of defence. First Line of defence would ensure that risk and control environment is established into their day to day activities.

   This line of defence would also:
   A. Implement proactive and reactive risk management tools in their processes
   B. Review their processes for adequacy of effectiveness of controls
   C. Report on the level of the risks and effectiveness of controls to the second line of defence on periodic basis
   D. Respond to Regulatory/ Operational/ Business changes quickly and keep the second line of defence informed on the developments.

2. The Risk Management and Compliance team form part of the Second Line of Defense. The second line of defense is an oversight function and would provide direction and guidance to the first line of defense for implementation of ZGIL's Board approved policies. The second line of defense would also monitor implementation adequacy of these policies and provide ongoing oversight to the business processes, risks and controls.

3. Independent consultants/assurance providers like internal auditors, external auditors, statutory auditors, regulatory auditors etc. forms third line of defense and provides independent assurance. Such assurance providers will have direct access to the Board of ZGIL. Statutory and Regulatory auditors would have independence as per Statutory and Regulatory assurance framework of the country.

The Insurance Regulatory and Development Authority (IRDAI) issued Corporate Governance for Insurer Regulations 2024 dated 20 March 2024 has issued Guidelines on Corporate Governance for the Insurance Sector. Based on the Regulation, the following committees form part of the overall risk governance framework:

- Risk Management Committee
- Audit Committee
- Investment Committee
- Policyholder protection Committee

The Risk Management Committee is responsible for periodic review of the risk management process to ensure that the process initiatives are aligned to the desired objectives. ZGIL has a Chief Risk Officer who is responsible for the implementation and monitoring of the Risk Management Framework. Further, the key policies adopted under the Risk Management Framework are as under:

- Underwriting Policy
- Investment Policy
- Asset Liability Management Policy
- Reinsurance Program
- Information Security Policy
- Outsourcing Policy
- Anti Fraud Policy
- Financial authority Matrix

Regulatory framework

Regulators are primarily interested in protecting the rights of policyholders and monitor them closely to ensure that the ZGIL is satisfactorily managing affairs commensurate to regulatory expectations. At the same time, regulators are also interested in ensuring that ZGIL maintains an appropriate solvency position to meet unforeseeable liabilities arising from economic shocks or natural disasters. The operations of ZGIL are subject to regulatory requirements within the jurisdiction it operates.

Asset liability management (ALM) framework

The ALM policy adopted by ZGIL helps in:

- Understanding all risks requiring the coordination of assets and liabilities
- Quantify interest rate risks and equity risks
- Quantify the solvency position under various stresses in terms of fall in equity markets, changes in interest rates, change in new business mix and volumes, increase/decrease in loss ratios and expense ratios and other risks as deemed fit
- Quantify the extent of mismatch between the assets and liabilities and thereby prescribe appropriate measures to bridge the gap

Asset Valuation:

Asset valuation and bucketing of assets basis the duration will be as per the IRDAI regulations and applicable standards. Assets will be allocated to different lines in the proportion of the net technical reserves for that line of business.

54.4 Risk management framework of General Insurance (Zuno General Insurance Limited "ZGIL") (Continued)

Liability profiling:

The technical reserves consist of:

1. Unearned Premium Reserves (UPR)
2. Premium Deficiency Reserve (PDR)
3. Incurred But Not Reported (IBNR) reserves
4. Outstanding claims reserves

UPR and PDR can be apportioned basis the policy term outstanding. Outstanding claims reserves and IBNR will be apportioned basis the expected reserve utilization. Where data is available the reserving techniques like Chain Ladder method can provide significant inputs on the development profile for the claims. Where data is not available, industry benchmarks or assumptions related to the claims profile will be made to arrive at the suitable run-off pattern for the liabilities. The emerging claims experience will be periodically reviewed by the actuarial department to consider any changes in the same.

Insurance risk

The principal risk, ZGIL faces under insurance contracts, is that the actual claims payments or the timing thereof differ from expectations. This is influenced by the frequency of claims, severity of claims, actual benefits paid and subsequent development of long-term claims. Therefore, the objective of ZGIL is to ensure that sufficient reserves are available to cover these liabilities.

ZGIL has developed a risk strategy to manage the risks appropriately. ZGIL's risk management strategy is to establish measures and controls which will assist in prevention, detection and management of risks for strong risk management system. Such risk management system will identify risk at macro as well as micro level on ongoing basis.

The risk identification, assessment and evaluation activity is followed by defining appropriate action items for ensuring effective management of the risks. ZGIL mitigates the risks by careful section of the underwriting strategy, reinsure a part of the risk with various reinsurers, diversification of all insurance contracts and acquiring business from all parts of the Country.

The main Insurance Risks that ZGIL is exposed to are as follows:

I. Product Pricing Risk: The loss ratios are assumed at the time of pricing the product. There is a risk of not pricing the products adequately due to model error/ data selection or biases / lack of relevant data or inadequate underwriting assumptions leading to losses greater than anticipated.
II. Fraud Risk - Excessive, invalid, duplicate or fraudulent claims
III. Reinsurance Risk - ZGIL enters into reinsurance agreements in order to mitigate insurance Risk. However, this leads to default Risk from the reinsurer at the time of claim payment or also concentration risk if all the Risk is insured to one reinsurer.
IV. Investment Risk - Risk of loss arising from actual returns being different than expected. Credit risk due to investee enterprise defaulting on its debt payments.
V. Expense Risk - Risk of loss arising from expense experience being different than expected
VI. Concentration Risk - ZGIL faces concentration Risk by selling business to specific geography or by writing only single line business etc.

Control Measures:
ZGIL has set up Risk Management framework to continuously monitor ZGIL's experience with regard to parameters like loss ratios and investment returns. The underwriting team, with actuarial guidance, has set in place processes and procedures to review proposal.

ZGIL has entered into a separate agreement with reinsurers to cover the catastrophic risks to hedge against catastrophic events leading to higher than expected claim payouts.

ZGIL has been taking efforts so as to mitigate concentration risk through diversification. However, ZGIL may still be exposed to channel concentration risk. The ZGIL business is spread across various key states in India to minimise any geographical concentration, accordingly, it also insulates ZGIL from impact of catastrophic risk.

54.5 Risk management framework of Life Insurance business ("ELIFE")

a. Governance framework

Risk management is a fundamental part of ELIFE's business strategy and corporate governance.
ELIFE has a board approved Risk Management Policy in place that is aimed to establish structured and consistent framework for identifying, assessing, managing and monitoring of Risks across the ELIFE. Further, ELIFE continuously reviews its risk exposures and takes measures to maintain them within acceptable levels. The Risk Management Committee (RMC) under the supervision of the Board of Directors oversees ELIFE's risk management framework.

b. Capital management objectives, policies and approach

The primary source of capital used by ELIFE is Equity. ELIFE's policy is to maintain a strong capital base so as to maintain investor, creditor and market confidence and to sustain future development of the business. The capital requirements are routinely forecast on a periodic basis and assessed against both the forecast available capital and the expected internal rate of return, including risk and sensitivity analysis. The process is ultimately subject to approval by the Board.

ELIFE has established the following capital management objectives, policies and approach to managing the risks that affect its capital position:

- To comply with the insurance capital requirements that the IRDAI require. In this respect, the IRDAI has prescribed minimum solvency ratio of 150% (refer note on Capital Management for solvency ratio);
- To maintain the required level of stability of ELIFE, thereby providing a degree of security to policyholders
- To allocate capital efficiently and support the development of business by ensuring that returns on capital employed meet the requirements of its capital providers and shareholders.
- To retain financial flexibility by maintaining strong liquidity and access to a range of capital markets
- To align the profile of assets and liabilities, taking account of risks inherent in the business
- To maintain financial strength to support new business growth and to satisfy the requirements of the policyholders, regulators and stakeholders
- To maintain strong credit ratings and healthy capital ratios in order to support its business objectives and maximise shareholders value

In reporting, financial strength, capital and solvency are measured using the rules prescribed by the Insurance Regulatory Authority of India (IRDAI). These regulatory capital tests are based upon required levels of solvency, capital and a series of prudent assumptions in respect of the type of business written. ELIFE's Capital Management Policy for its business is to hold sufficient capital to cover the statutory requirements based on the IRDAI directives and maintain a health solvency ratio.

c. Regulatory framework

The Insurance Regulatory and Development Authority of India (IRDAI) regulates the insurance industry in India and aims to protect the interest of policyholders while promoting an orderly growth of the insurance industry.

At the same time, regulators are also interested focused in ensuring that the ELIFE maintains an appropriate solvency position to meet unforeseeable liabilities arising from economic shocks or natural disasters. The operations of ELIFE are subject to regulatory requirements within the jurisdiction it operates.

d. Asset liability management (ALM) framework

Due to the nature of the products offered as well as its investments, the Company is exposed to interest rate risk. Asset liability management (ALM) aims at identifying and managing mismatches between assets and liabilities. This includes mismatch in cashflows, duration and risk profile. ELIFE, through its Board approved ALM policy, aims to minimize the potential adverse impact in case of interest rate fluctuations.

The ELIFE has a Board approved Derivative risk policy covering strategic objectives, limits, and a regulatory and operational framework. It underscores risks inherent in a derivative contract along with a system for measurement and accounting in order to have effective monitoring and control. Hedge effectiveness for the same is assessed in accordance with the applicable regulatory guidelines.

e. Insurance risk

ELIFE's lines of business are Participating Life (Individual), Non-Participating Life (Individual and Company) and Unit Linked Life (Individual and Company). ELIFE has presence in Non-Participating Health (Individual), Non-participating Non-linked Variable Insurance (Company), Participating Pension (Individual), Unit Linked Pension (Individual) and Non-Participating Annuity (Individual) business as well. By nature of the business, ELIFE underwrites risks and provides financial protection. In doing so, ELIFE is exposed to various risks.

The principal risk, ELIFE faces under insurance contracts, is that the actual claims and benefit payments or the timing thereof differ from expectations. This is influenced by the frequency of claims, severity of claims, actual benefits paid and subsequent development of long–term claims. Therefore, the objective of ELIFE is to ensure that sufficient reserves are available to cover these liabilities.

ELIFE has developed a risk strategy to manage the risks appropriately. ELIFE's risk management strategy is to establish measures and controls which will assist in prevention, detection and management of risks for strong risk management system. Such risk management system will identify risk at macro as well as micro level on ongoing basis.

The risk identification, assessment and evaluation activity is followed by defining appropriate action items for ensuring effective management of the risks. An action item for all the high risks is defined with clear owners and timelines. ELIFE mitigates the risks by careful section of the underwriting strategy, reinsure a part of the risk with various reinsurers, diversification of all insurance contracts and acquiring business from all parts of the Country.

54.5 Risk management framework of Life Insurance business ("ELIFE") (Continued)

f. Life Insurance Contracts and Investment Contracts with and without Discretionary Participation Features:
Ind AS 104 'Insurance Contracts' requires ELIFE to separate the Financial Instruments (investment contracts) from insurance contracts under specified conditions.

Insurance contracts are those contracts where ELIFE has accepted significant insurance risk from the policyholders by agreeing to compensate the policyholders if a specified uncertain future event (the insured event) adversely affects the policyholders. Insurance and investment contracts are further classified as being either with or without DPF. DPF is a contractual right to receive, as a supplement to guaranteed benefits, additional benefits that are likely to be a significant portion of the total contractual benefits.

As a general guideline by IRDAI, ELIFE classifies contract under insurance contract and investment contracts with DPF, if the benefit payable on death is higher by at least 5% of the premium at any time during the life of the contract for other than unit linked products.

All other contracts are classified under Investment Contracts.

Once a contract has been classified as an insurance contract, it remains an insurance contract for the remainder of its lifetime, even if the insurance risk reduces significantly during this period, unless all rights and obligations are extinguished or expire.

Investment contracts, however, can be reclassified as insurance contracts after inception if insurance risk becomes significant.

The main Insurance Risks that ELIFE is exposed to are as follows:
i. Persistency Risk - Risk of loss arising due to policyholder experiences (lapses and surrenders) being different than expected
ii. Mortality Risk - Risk of loss arising due to policyholder mortality experience being different than expected
iii. Investment Risk - Risk of loss arising from actual returns being different than expected
iv. Expense Risk - Risk of loss arising from expense experience being different than expected
v. Reinsurance Risk – ELIFE enters into reinsurance agreements in order to mitigate insurance Risk. However, this leads to default Risk from the reinsurer at the time of claim payment or also concentration risk if all the Risk is insured to one reinsurer.
vi. Concentration Risk - ELIFE faces concentration Risk by selling business to specific geography or by writing only single line business etc.

Control Measures:
ELIFE has defined a Risk Management framework to continuously monitor its experience with regard to various risks that it is exposed to. All controls put in place are periodically reviewed to evaluate its efficacy.

Further, the possible financial effect of adverse mortality and morbidity experience has been reduced by entering into re-insurance agreements with multiple re-insurers. ELIFE has entered into a separate agreement with reinsurers under Individual and Group business to hedge against catastrophic events leading to higher than expected claim pay-outs.
ELIFE has been acquiring business across various parts of India diversifying the geographical concentration. It also cushions the Company from impact of catastrophic risk.
ELIFE has a detailed claims processing manual and a Claims Committee in place to process and oversee claims.

Operational risks:
Operational risk refers to the potential for loss resulting from inadequate or failed internal processes, systems, or from human error and external events. Ineffective controls or unforeseen circumstances can lead to financial losses, regulatory or legal consequences, and reputational damage. ELIFE has a robust governance framework and controls mechanism is place to manage Operational Risks. Controls include effective segregation of duties, access controls, periodic review of processes, regular trainings etc.

Operational risks within the Company are categorized into 6 (six) types namely:
- Fraud
- Technology Risk
- People Risk
- Regulatory Risk
- Physical and Infrastructure Risk
- Other Operational Risks

Operational risk incidents are reported as part of 'Exception Management Process'. The risk management team conducts an independent root cause analysis of these risk incidents. Root cause analysis is followed by developing corrective and preventive actions to manage the risk. The resultant learning is then used to improve processes systematically.

54.6 Excessive risk concentration

The relevant businesses in the Group have diversified business model which acts as an inherent mechanism to avoid excessive concentrations of risk.

Single and Group level borrower limits for wholesale lending and program level limits for retail lending have been defined to avoid excess credit concentration. The relevant businesses in the Group monitor these limits as part of its regular monitoring activity. Additionally, the risk team of respective businesses in the Group keep track of Group, Industry, Collateral, Geography level exposure concentrations. These concentrations are periodically reviewed by the business entities in the Group and discussed in their Credit/Risk Committee, so as to avoid further exposures or reduce exposures to sector/industry/ group/geography.

54.7 Credit risk

Credit risk is the risk of financial loss the Group may face due to current/potential inability or unwillingness of a customer or counterparty to meet financial /contractual obligations. Credit risk also covers the possibility of losses associated with diminution in the credit quality of borrowers or counterparties. Group carries out proper due diligence before underwriting creditworthy counterparties and obtains sufficient collateral, where appropriate, as a means of mitigating the risk of financial loss from defaults. In case the loans are to be restructured, similar credit assessment process is followed by the Business in the Group.

The Business in the Group manages its credit risk through a multi-layered approach as given below:

1) Review by the respective Board Risk Committee;
2) The Investment Committees (IC) for approving all credit related decisions, beyond certain levels delegated to Credit Committees. Further, individual loan specific limits as well as concentration limits are also approved by the IC and reviewed on a periodic basis;
3) Respective Business risk team is responsible for industry and portfolio level monitoring and stress testing;
4) Business risk also does day to day client level monitoring; and
5) Independent verification of all client accounts, adherence to policies and frameworks are carried out by internal audit team.

The counterparty, client assessment is done before any exposure is taken. Assessment covers all the aspects of risk like Borrower profile, financials, and adequacy of collateral, promoter strength, repayment capability and cash flow generation. Discussions are held with independent risk and compliance teams both at Business in the Group before the credit proposals are put forward to the Committees for approval. The Business in the Group have committee-based approval process mechanism to ensure high exposures are approved with adequate representation from Compliance, Credit, Legal and other relevant teams and there is no biasness.

The Credit monitoring is very important part of managing credit risk. Accordingly, the Business in the Group have independent monitoring of credit exposures and associated risks.

The Business in the Group applies the expected credit loss model for recognising impairment loss. For the purpose of measuring lifetime expected credit loss ('ECL') the relevant Business in the Group has used practical expedient as permitted under Ind AS 109. This expected credit loss allowance is computed based on a provision matrix which takes into account historical credit loss experience and adjusted for forward-looking information.

The expected credit loss is a product of exposure at default, probability of default and loss given default. The Business in the Group have devised an internal model to evaluate the probability of default and loss given default based on the parameters set out in Ind AS 109. Loans are classified into various stages for different type of business.

The relevant Business in the Group determine that whether there has been a significant increase in the credit risk since initial recognition. If credit risk has not increased significantly, 12-month ECL is used to provide for impairment loss. However, if credit risk has increased significantly, lifetime ECL is used.

Credit loss is the difference between all contractual cash flows that are due to an entity in accordance with the contract and all the cash flows that the entity expects to receive (i.e., all cash shortfalls),discounted at the original EIR (or credit-adjusted EIR for purchased or originated credit impaired financial assets). Expected Credit Loss computation is not driven by any single methodology, however methodology and approach used must reflect the following:

- An unbiased and probability weighted amount that evaluates a range of possible outcomes;
- Reasonable and supportable information that is available without undue cost and effort at the reporting date about past events, current conditions and forecasts of future economic conditions;
- The time value of money.

While the time value of money element is currently being factored into ECL measurement while discounting cash flows by the Effective Interest Rate (EIR), the objective of developing a macroeconomic model using exogenous macroeconomic variables (MEVs) is to address the first two requirements. This is achieved by using the model output to adjust the PD risk component in order to make it forward looking and probability-weighted.

The relevant Business in the Group have internal grading that is based on days past due (dpd) as specified below:

Internal rating grade	Internal grading description	Stages
Performing		
High grade	0 dpd and 1 to 30 dpd	Stage I
Standard grade	31 to 90 dpd	Stage II
Non-performing		
Individually impaired	90+ dpd	Stage III

54.7 Credit risk (Continued)

Significant increase in credit risk (SICR)

In all cases when the borrower becomes 90 days past due, Business in the Group considers a financial instrument as default category and classify such financial instrument as Stage 3 (credit-impaired) for ECL calculations.

Classification of assets from stage 1 to stage 2 is carried out based on SICR criterion. The Financial Instrument (Customer accounts) which are more than 30 days past due have been identified as accounts where significant increase in credit risk has been observed. These Financial Instrument (Customer accounts) have been classified as Stage 2 assets. As a part of a qualitative assessment of whether a customer is in default, the Business in the Group also considers a variety of instances that may indicate unlikeliness to pay. When such events occur, the Business in the Group carefully considers whether the event should result in treating the customer as defaulted and therefore assessed as Stage 3 for ECL calculations or whether Stage 2 is appropriate.

Probability of Default

Probability of Default (PD) is an estimate of likelihood of default over a given time horizon. PD estimation process is done based on historical internal data available with the relevant Business in the Group. While arriving at PD, the relevant Business in the Group also ensures that the factors that affects the macro-economic trends are considered to a reasonable extent, wherever necessary. The Business in the Group calculates 12 months PD by taking in account the past historical trends of loan portfolio and its credit performance. In case of assets where there is significant increase in credit risk/credit impaired assets, lifetime PD has been applied.

Loss Given Default (LGD)

The LGD represents expected losses on the EAD given the event of default, taking into account, among other attributes, the mitigating effect of collateral value at the time it is expected to be realised and the time value of money. The Loss Given Default (LGD) has been computed with workout methodology. Workout LGD is widely considered to be the most flexible, transparent and logical approach to build an LGD model. Along with actual recoveries, value of the underlying collateral has been factored in to estimate future recoveries in LGD computation. Workout LGD computation involves the actual recoveries as well as future recoveries (as a part of the workout process) on a particular facility, as a percentage of balance outstanding at the time of Default/Restructuring. The assessment of workout LGD was then performed. Principal outstanding at NPA was assessed, which went into the denominator of the LGD calculation. LGD computation has been done for each segment and sub-segment separately.

Exposure at Default (EAD)

The amount which the borrower will owe to the portfolio at the time of default is defined as Exposure at Default (EAD). While the drawn credit line reflects the explicit exposure for the Business in the Group , there might be variable exposure that may increase the EAD. These exposures are of the nature where the Business in the Group provides future commitments, in addition to the current credit. Therefore, the exposure will contain both on and off balance sheet values. The value of exposure is given by the following formula:

EAD = Drawn Credit Line + Credit Conversion Factor * Undrawn Credit Line

Where,

Drawn Credit Line = Current outstanding amount

Credit Conversion Factor (CCF) = Expected future drawdown as a proportion of undrawn amount Undrawn Credit Line = Difference between the total amount which the Business in the Group has committed and the drawn credit line While the drawn exposure and limits for the customer are available, the modelling of CCF is required for computing the EAD.

Purchased or originated credit impaired (POCI)

Financial assets that are purchased or originated at a deep discount that reflects the incurred credit losses are considered to be POCI. This population includes the recognition of a new financial instrument following a renegotiation where concessions have been granted for economic or contractual reasons relating to the borrower's financial difficulty, that otherwise would not have been considered.

Forward looking adjustments

A measure of ECL is an unbiased probability-weighted amount that is determined by evaluating a range of possible outcomes and using reasonable and supportable information that is available without undue cost or effort at the reporting date about past events, current conditions and forecasts of future economic conditions.

To fulfil the above requirement Business in the Group have incorporated forward looking information into its measurement of ECL. The objective of developing a macroeconomic model using exogenous macroeconomic variables (MEVs) is to address the requirements of unbiased, probability weighted outcomes while taking into account current conditions as well as future economic conditions. This will be achieved by using the model output to adjust the PD risk component in order to make it forward looking and probability-weighted.

54.7 Credit risk (Continued)

Exogenous macroeconomic parameters were used as independent (X) variables to predict the dependent (Y) variable. Keeping in mind Ind AS requirements around obtaining reliable and supportable information, without incurring undue cost or effort- based on advice of risk committee members and economic experts and consideration of a variety of external actual and forecast information, the Business in the Group formulates base case view of the future direction of relevant economic variable as well as a representative range of other possible forecast scenario. This process involves developing two or more additional economic scenarios and considering the relative probabilities of each outcome.

Data sourcing:
The Group is expected to obtain reasonable and supportable information that is available without undue cost or effort. Keeping in mind the above requirement macroeconomic information was aggregated from Economic Intelligence Unit (EIU), Bloomberg, World Bank, RBI database. The EIU data has a database of around 150 macroeconomic variables as well as their forecasted values. Beyond 2022 macro-economic variables are forecasted by mean reverting the values to their long-term average. External information includes economic data and forecasts published by governmental bodies and monetary authorities in the country, supranational organisations such as the OECD and the IMF, and selected private sector and academic forecasters.

Probability weighted scenario creations:
To incorporate macroeconomic impact into probability-weighted, each scenario has an associated probability. In order to ensure consistency across macroeconomic models, these probabilities were calculated at an overall level for both Retail and Non-Retail portfolios, keeping in mind that though the impact of a scenario across different portfolios may differ based on endogenous factors, the probability of a scenario unfolding is purely exogenous, and hence should not vary.

The Business in the Group has identified and documented key drivers of credit risk and credit losses for each portfolio of financial instruments and using an analysis of historical data, has estimated relationship between macro-economic variables and credit risk and credit losses.

Predicted relationship between the key indicators and default and loss rates on various portfolios of financial assess have been developed based on analysing historical data over the past 5 years.

54.7.1 Overview of modified and forborne loans

There are no modified stage 2 and stage 3 assets treated as forborne during the year, with the related modification loss suffered by the Group.

54.7.2 Analysis of risk concentration

The following table shows the risk concentration by industry for the components of the balance sheet. Additional disclosures for credit quality and the maximum exposure for credit risk per categories based on the Group's internal grading system and year-end stage classification are further disclosed in Note 12.1.

Industry analysis - Risk concentration for 31 March 2026

Components	Financial services	Government	Manufacturing	Retail and wholesale	Oil & gas	Services	Others	Total
Cash and bank balances	**34,798.58**	**-**	**-**	**-**	**-**	**-**	**-**	**34,798.58**
Derivative financial instruments	**7,064.32**	**-**	**-**	**-**	**-**	**-**	**-**	**7,064.32**
Trade receivables	**1,003.02**	**-**	**53.30**	**2,399.90**	**-**	**-**	**1,327.08**	**4,783.30**
Loans	**3,815.83**	**-**	**5,854.03**	**87,443.16**	**-**	**3,291.71**	**9,452.87**	**109,857.60**
Investments	**70,559.65**	**72,813.67**	**10,619.31**	**24,388.63**	**528.77**	**6,064.97**	**13,838.51**	**198,813.51**
Other financial assets	**17,896.54**	**-**	**-**	**63.43**	**-**	**-**	**7,841.21**	**25,801.18**
Total	**135,137.94**	**72,813.67**	**16,526.64**	**114,295.12**	**528.77**	**9,356.68**	**32,459.67**	**381,118.49**
Other Commitments	**11,143.44**	**-**	**3.48**	**4,636.92**	**260.00**	**-**	**-**	**16,043.84**

Industry analysis - Risk concentration for 31 March 2025

Components	Financial services	Government	Manufacturing	Retail and wholesale	Oil & gas	Services	Others	Total
Cash and bank balances	52,406.83	-	-	-	-	-	-	52,406.83
Derivative financial instruments	787.05	-	-	-	-	-	-	787.05
Trade receivables	1,830.98	-	65.93	1,978.72	-	-	60.89	3,936.52
Loans	747.68	-	10,791.30	107,088.52	-	3,223.55	361.99	122,213.04
Investments	6,497.92	38,316.69	15,475.24	51,329.60	53.68	4,123.65	59,944.54	175,741.32
Other financial assets	10,193.72	-	-	37.54	-	-	86.91	10,318.17
Total	**72,464.18**	**38,316.69**	**26,332.47**	**160,434.38**	**53.68**	**7,347.20**	**60,454.33**	**365,402.93**
Other Commitments	6,223.00	-	-	4,144.57	260.00	-	-	10,627.57

54.7.3 Collateral and other credit enhancements

The below table show the maximum exposure to credit risk by class of financial asset.

Particulars	Maximum exposure to credit risk		
	31 March 2026	31 March 2025	Principal type of collateral
Financial assets			
Loans:			
Corporate and Retail Credit	**73,753.97**	76,217.29	Equity shares and Mutual fund units, Bonds, Property; book receivables, Land, real estate property securities, and Tangible assets , Inventories, fixed deposits & other marketable securities
Distressed Credit	**9,995.66**	9,549.75	Tangible assets
Other credits	**931.80**	743.80	
Trade receivables	**4,783.30**	3,936.52	Tangible assets
Debt instruments and other investments at amortised cost	**9,624.62**	6,274.19	Tangible assets and other securities
Total financial assets at amortised cost	**99,089.35**	**96,721.55**	
Derivative financial instruments	**7,064.32**	787.05	Margin money
Financial assets at FVTPL	**110,061.86**	119,172.02	Tangible assets, Warrants
Total financial instruments at fair value through profit or loss	**117,126.18**	**119,959.07**	
Investment at fair value through OCI	**51,892.14**	51,988.71	Government security and Book debts
Financial assets at FVOCI	**23,928.02**	34,008.60	Tangible assets and other securities
Total financial instruments at fair value through OCI	**75,820.16**	**85,997.31**	
Investment at cost	**28,483.04**	-	
Other commitments (max exposure)	**16,043.84**	10,627.57	Property, book receivables, Tangible Assets, Equity Shares, Mutual Fund units and Commodities.
Total (net)	**336,562.57**	**313,305.50**	

Above also includes unsecured financial assets.

The Group has not entered in to any credit derivative to mitigate above credit risk.

54.7.4 Fair value of collateral held for stage 3 assets

The below tables provide an analysis of the current fair values of collateral held and credit enhancements for stage 3 assets. Dependent on the level of collateral, some Stage 3 exposures may not have individual ECLs when the expected value of the collateral is greater than the LGD, even in if the future value of collateral is forecast using multiple economic scenarios.

As at 31 March 2026

Particulars	Maximum exposure to credit risk (carrying amount before ECL)	Associated ECL	Carrying amount	Fair value of collateral
Financial assets				
Loans	63,902.33	33,069.14	30,833.19	65,396.04
Investment	2,463.90	-	2,463.90	2,463.90
Total	**66,366.23**	**33,069.14**	**33,297.09**	**67,859.94**

As at 31 March 2025

Particulars	Maximum exposure to credit risk (carrying amount before ECL)	Associated ECL	Carrying amount	Fair value of collateral
Financial assets				
Loans	76,933.40	31,475.26	45,458.14	78,889.60
Investment	6,548.65	-	6,548.65	6,548.65
Total	83,482.05	31,475.26	52,006.79	85,438.25

54.8 Liquidity risk and funding management

Liquidity risk emanates from the mismatches existing on the balance sheet due to differences in maturity and repayment profile of assets and liabilities. These mismatches could either be forced in nature due to market conditions or created with an interest rate view. Such risk can lead to a possibility of unavailability of funds to meet upcoming obligations arising from liability maturities. To mitigate liquidity risk

- Group maintains Liquidity Cushion equivalent to 12-15% of the borrowings in the form of Fixed Deposits, Mutual Funds, Cash, G-Sec, etc. These assets carry minimal credit risk and can be liquidated in a very short period of time.
- Secondly, group has undrawn lines of credit from banks which are drawable on notice which further augment the available sources of funds.
- To reduce concentration of funding risk, Group relies on diversified sources including Banks, Retail investors in capital markets, Mutual Funds, ECB, Sub Debt etc.

Group has a Liquidity Contingency Policy in place and various liquidity parameters are defined and tracked regularly. Liquidity Management Team is provided with update on expected liquidity shortfalls considering normal as well as Stress scenario. A detailed set of activities have been defined to be executed during stress scenario.

Group has a Liquidity Contingency Policy in place to ensure various liquidity parameters are defined and tracked regularly. Liquidity Management Team is provided with update on expected liquidity shortfalls in Normal as well as Stress scenario. A detailed set of activities have been defined to be executed during stress scenario

54.8.1 Analysis of financial liabilities, financial assets, derivatives and financial commitments by remaining contractual maturities

The table below summarises the maturity profile of the undiscounted cash flows of the Group's financial liabilities, financial assets, derivatives and financial commitments.

The tables have been drawn up based on the undiscounted cash flows i.e. the tables include both interest and principal cashflows. The contractual maturity with respect to financial liabilities is based on the earliest date on which the Group may be asked to pay. To the extent that interest flows are at floating rate, the undiscounted amount is derived using interest rates in force at the balance sheet date. Further, with regards to amounts payable in currencies other than Indian Rupees, the amounts are determined based on the spot exchange rates at the balance sheet date. The analysis with respect to financial assets is based on expected maturities. All derivatives which are entered into for trading purposes are shown in the earliest time band. With respect to other derivatives, the remaining contractual maturity information has been given based on undiscounted cash flows.

As at 31 March 2026

Non-derivative financial liabilities	**Upto 3 months**	**Between 3 to 6 months**	**Between 6 months to 1 year**	**Between 1 year to 3 years**	**More than 3 years**	**Total**
Trade payables	11,106.39	337.00	1,821.82	481.71	99.00	13,845.92
Borrowings (other than debt securities)	7,713.13	2,901.19	12,547.12	8,537.33	1,203.09	32,901.86
Debt securities	12,299.18	11,937.79	23,480.43	92,013.68	29,603.76	169,334.84
Subordinated financial liabilities	3,353.80	-	521.68	4,045.10	-	7,920.58
Other financial liabilities	26,715.94	3,452.50	7,473.39	23,310.38	17,908.88	78,861.09
Total undiscounted non-derivative financial liabilities	**61,188.44**	**18,628.48**	**45,844.44**	**128,388.20**	**48,814.73**	**302,864.29**

Non-derivative financial assets	**Upto 3 months**	**Between 3 to 6 months**	**Between 6 months to 1 year**	**Between 1 year to 3 years**	**More than 3 years**	**Total**
Cash and cash equivalent and other bank balances	28,107.05	1,682.03	2,782.00	1,741.39	486.11	34,798.58
Trade receivables	3,015.82	216.30	277.12	990.95	283.11	4,783.30
Loans	12,860.15	6,293.21	17,967.38	66,110.30	56,661.73	159,892.77
Investments	40,210.08	11,809.94	18,576.91	35,707.81	208,145.46	314,450.20
Other financial assets	19,103.24	2,500.69	2,521.43	224.46	1,451.36	25,801.18
Total undiscounted non-derivative financial assets	**103,296.34**	**22,502.17**	**42,124.84**	**104,774.91**	**267,027.77**	**539,726.03**

Derivatives	**Upto 3 months**	**Between 3 to 6 months**	**Between 6 months to 1 year**	**Between 1 year to 3 years**	**More than 3 years**	**Total**
Net settled derivatives entered into for trading purposes	68.65	2,677.44	6.54	383.15	59.03	3,194.81
Other net settled derivatives	(92.64)	(2.61)	(8.84)	(72.87)	(21.51)	(198.47)
Total	**(23.99)**	**2,674.83**	**(2.30)**	**310.28**	**37.52**	**2,996.34**

Commitments	**Upto 3 months**	**Between 3 to 6 months**	**Between 6 months to 1**	**Between 1 year to 3 years**	**More than 3 years**	**Total**
Undrawn loan and other commitments	**3,960.71**	**849.88**	**9,549.15**	**1,684.10**	**-**	**16,043.84**

The Group has undrawn lines of credit available aggregating ₹ 5,560.90 million as at 31 March 2026 to meet any possible liquidity shortfall.

54.8.1 Analysis of financial liabilities, financial assets, derivatives and financial commitments by remaining contractual maturities (Continued)
As at 31 March 2025

Non-derivative financial liabilities	Upto 3 months	Between 3 to 6 months	Between 6 months to 1 year	Between 1 year to 3 years	More than 3 years	Total
Trade payables	9,422.73	1,213.76	1,341.58	553.71	64.81	12,596.59
Borrowings (other than debt securities)	27,219.38	2,308.55	5,576.86	7,997.39	2,689.94	45,792.12
Debt securities	6,025.14	3,468.95	14,860.13	90,014.79	28,703.14	143,072.15
Subordinated financial liabilities	4,133.07	239.67	258.13	6,422.73	1,479.00	12,532.60
Other financial liabilities	22,810.29	2,919.48	6,122.89	23,635.84	7,491.64	62,980.14
Total undiscounted non-derivative financial liabilities	69,610.61	10,150.41	28,159.59	128,624.46	40,428.53	276,973.60

Non-derivative financial assets	Upto 3 months	Between 3 to 6 months	Between 6 months to 1 year	Between 1 year to 3 years	More than 3 years	Total
Cash and cash equivalent and other bank balances	47,851.81	420.45	2,540.72	964.57	629.28	52,406.83
Trade receivables	2,915.64	50.58	156.03	670.08	144.19	3,936.52
Loans	10,242.44	7,124.42	19,348.31	68,651.50	64,711.60	170,078.27
Investments	49,699.97	5,385.05	9,100.17	26,548.85	190,113.45	280,847.49
Other financial assets	8,174.31	47.70	315.01	260.10	1,521.05	10,318.17
Total undiscounted non-derivative financial assets	118,884.17	13,028.20	31,460.24	97,095.10	257,119.57	517,587.28

Derivatives	Upto 3 months	Between 3 to 6 months	Between 6 months to 1 year	Between 1 year to 3 years	More than 3 years	Total
Net settled derivatives entered into for trading purposes	21.58	-	-	-	14.18	35.76
Other net settled derivatives	(642.61)	-	(33.40)	-	-	(676.01)
Total	(621.03)	-	(33.40)	-	14.18	(640.25)

Commitments	Upto 3 months	Between 3 to 6 months	Between 6 months to 1	Between 1 year to 3 years	More than 3 years	Total
Undrawn loan and other commitments	3,137.41	1,014.69	5,308.85	971.63	194.99	10,627.57

The Group has undrawn lines of credit available aggregating ₹ 913.40 million as at 31 March 2025 to meet any possible liquidity shortfall.

54.9 Market Risk:

Market risk is the risk which can affect the Group's income or the value of its holdings of financial instruments due to adverse movements in market prices of instrument due to interest rates, equity prices, foreign exchange rates and credit spreads. The objective of the Group's market risk management is to manage and control market risk exposures within acceptable parameters. The Group treats its exposure to market risks on trading and non-trading portfolios separately.

Exposure to market risk

Interest rate risk - Interest rate risk is managed principally through monitoring interest rate gaps and by having pre-approved limits for repricing bands.

Asset-Liability Committee (ALCO) monitors interest rate gap statement and the mix of floating/fixed rate assets and liabilities and ensure these gaps are managed below defined limits. Balance Sheet Management Unit is in-charge for day to day management of interest rate risk.

Foreign exchange risk – Group's foreign exposure is limited to monetary assets/liabilities held by Group entities outside India and profits/loss generated by these entities. The Treasury Unit aggregates the foreign exchange exposure emerging out of these outflows/inflows and the same is hedged to mitigate foreign exchange risk. Positions are regularly monitored by the Treasury Unit and rebalanced based on the inflow and outflow of funds.

Equity price risk - The Treasury and Balance Sheet Management Units effectively evaluates various risks involved in underlying assets in trading and non-trading books respectively

Interest rate risk

Interest rate risk arises from the possibility that changes in interest rates will affect future cash flows or the fair values of financial instruments. The Group's policy is to monitor positions on a daily basis and hedging strategies are used to ensure positions are maintained within the established limits.

The following table demonstrates the sensitivity to possible change in interest rates (all other variables being constant) on the Group's statement of profit and loss and equity. The sensitivity to profit before tax is the effect of the assumed changes in interest rates on the profit before tax for the year, based on the floating rate financial assets and financial liabilities held at reporting date. Sensitivity analysis has been prepared assuming the amount of the floating-rate financial liability and financial assets outstanding at the end of the year was outstanding for the whole year. The sensitivity of equity is calculated by revaluing the fixed rate FVOCI, including the effect at reporting date for the effects of the assumed changes in interest rates.

Currency	31 March 2026					
	Increase in interest rate (%)	Effect on profit before tax	Effect on Equity	Decrease in interest rate (%)	Effect on profit before tax	Effect on Equity
INR	0.25	(170.95)	(1,631.32)	0.25	170.95	1,631.32
INR	5.00	-	-	5.00	-	-

Currency	31 March 2025					
	Increase in interest rate (%)	Effect on profit before tax	Effect on Equity	Decrease in interest rate (%)	Effect on profit before tax	Effect on Equity
INR	0.25	34.30	(1,564.58)	0.25	(34.30)	1,564.58
INR	5.00	(235.89)	-	5.00	235.89	-

Currency risk:

Currency risk is the risk that the value of a financial instrument will fluctuate due to changes in foreign exchange rates.

Foreign currency risk arise primarily on account of foreign currency borrowings.

The table below indicates the currencies to which the Group had significant exposure at the end of the year.

Currency	31 March 2026					
	Increase in exchange rate (%)	Effect on profit before tax	Effect on Equity	Decrease in exchange rate (%)	Effect on profit before tax	Effect on Equity
US dollar	5.00	106.81	-	5.00	(106.81)	-
Others	5.00	2.79	-	5.00	(2.79)	-

Currency	31 March 2025					
	Increase in exchange rate (%)	Effect on profit before tax	Effect on Equity	Decrease in exchange rate (%)	Effect on profit before tax	Effect on Equity
US dollar	5.00	148.18	-	5.00	(148.18)	-
Others	5.00	5.79	-	5.00	(5.79)	-

54.9 Market Risk (Continued):

Equity Price risk:

Equity price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in the level of individual investment in equity share prices.

Impact on	31 March 2026					
	Increase in equity price (%)	Effect on profit before tax	Effect on Equity	Decrease in equity price (%)	Effect on profit before tax	Effect on Equity
Derivatives	5.00	958.80	(36.62)	5.00	(958.80)	36.62
Others	5.00	1,407.95	151.77	5.00	(1,407.95)	(151.77)

Impact on	31 March 2025					
	Increase in equity price (%)	Effect on profit before tax	Effect on Equity	Decrease in equity price (%)	Effect on profit before tax	Effect on Equity
Derivatives	5.00	327.15	-	5.00	(327.15)	-
Others	5.00	784.24	131.72	5.00	(784.24)	(131.72)

Index price risk:
Index price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in the level of equity indices.

Impact on	31 March 2026					
	Increase in index price (%)	Effect on profit before tax	Effect on Equity	Decrease in index price (%)	Effect on profit before tax	Effect on Equity
Derivatives	5.00	766.40	-	5.00	(766.40)	-
Others	5.00	(151.29)	-	5.00	151.29	-

Impact on	31 March 2025					
	Increase in index price (%)	Effect on profit before tax	Effect on Equity	Decrease in index price (%)	Effect on profit before tax	Effect on Equity
Derivatives	5.00	190.73	-	5.00	(190.73)	-
Others	5.00	(130.16)	-	5.00	130.16	-

Other price risk:

Other price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in the level of market prices other than equity and index prices.

Impact on	31 March 2026					
	Increase in price (%)	Effect on profit before tax	Effect on Equity	Decrease in price (%)	Effect on profit before tax	Effect on Equity
Units of AIFs and Trusts	5.00	602.38	183.15	5.00	(602.38)	(183.15)
Others	5.00	1,139.41	223.32	5.00	(1,139.41)	(223.32)

Impact on	31 March 2025					
	Increase in price (%)	Effect on profit before tax	Effect on Equity	Decrease in price (%)	Effect on profit before tax	Effect on Equity
Units of AIFs and Trusts	5.00	311.34	68.52	5.00	(311.34)	(68.52)
Others	5.00	911.36	2.75	5.00	(911.36)	(2.75)

55. Composition of the Group

Sr.	Name of the Entity	Note No.	Country of Incorporation	Proportion of ownership interest as at 31 March 2026	Proportion of ownership interest as at 31 March 2025
	Subsidiaries				
1	ECL Finance Limited		India	100.00%	100.00%
2	Edelcap Securities Limited		India	100.00%	100.00%
3	Edelweiss Asset Management Limited	a	India	-	100.00%
4	ECap Securities and Investments Limited		India	100.00%	100.00%
5	Edelweiss Trusteeship Company Limited	a	India	-	100.00%
6	Nido Home Finance Limited		India	100.00%	100.00%
7	Edelweiss Investment Adviser Limited		India	100.00%	100.00%
8	ECap Equities Limited		India	100.00%	100.00%
9	Edel Investments Limited		India	100.00%	100.00%
10	Edelweiss Rural & Corporate Services Limited		India	100.00%	100.00%
11	Comtrade Commodities Services Limited		India	100.00%	100.00%
12	Edel Finance Company Limited		India	100.00%	100.00%
13	Edelweiss Retail Finance Limited	b	India	-	100.00%
14	Edelweiss Multi Strategy Fund Advisors LLP		India	100.00%	100.00%
15	Zuno General Insurance Limited		India	100.00%	100.00%
16	Edelweiss Securities and Investments Private Limited		India	100.00%	100.00%
17	EAAA Pte. Limited		Singapore	100.00%	100.00%
18	Edelweiss International (Singapore) Pte. Limited		Singapore	100.00%	100.00%
19	Edelgive Foundation		India	100.00%	100.00%
20	EAAA India Alternatives Limited	c	India	95.58%	100.00%
21	Edelweiss Private Equity Tech Fund		India	95.60%	95.60%
22	Edelweiss Value and Growth Fund		India	96.05%	96.05%
23	Edelweiss Asset Reconstruction Company Limited	d	India	63.12%	59.82%
24	Edelweiss Life Insurance Company Limited	e	India	82.65%	79.53%
25	Edge Advisory and Management Services Private Limited (formerly known as Allium Corporate Services Private Limited)		India	100.00%	100.00%
26	Edelweiss Global Wealth Management Limited		India	100.00%	100.00%
27	Nuvama Custodial Services Limited		India	51.00%	51.00%
28	EAAA Real Assets Managers Limited		India	100.00%	100.00%
29	Sekura India Management Limited		India	100.00%	100.00%
30	EAAA TransInfra Managers Limited	f	India	100.00%	-
	Jointly Controlled Entities				
1	Edelweiss Asset Management Limited	a	India	90.00%	-
2	Edelweiss Trusteeship Company Limited	a	India	90.00%	-

55. Composition of the Group (Continued)

Group stake in trusts

	Trust Name	Country of Incorporation	Proportion of ownership interest as at 31 March 2026	Proportion of ownership interest as at 31 March 2025
1	EARC SAF 2 Trust	India	100.00%	100.00%
2	EARC Trust SC 6	India	100.00%	100.00%
3	EARC Trust SC 9	India	100.00%	100.00%
4	EARC Trust SC 102	India	100.00%	100.00%
5	EARC Trust SC 112	India	100.00%	100.00%
6	EARC Trust SC 130	India	100.00%	100.00%
7	EARC Trust SC 229	India	100.00%	100.00%
8	EARC Trust SC 238	India	100.00%	100.00%
9	EARC Trust SC 245	India	37.00%	37.00%
10	EARC Trust SC 251	India	100.00%	100.00%
11	EARC Trust SC 263 (Upto 30 September 2025)	India	-	100.00%
12	EARC Trust SC 298 (Upto 31 December 2025)	India	-	86.52%
13	EARC Trust SC 308	India	100.00%	100.00%
14	EARC Trust SC 314	India	100.00%	100.00%
15	EARC Trust SC 325	India	100.00%	100.00%
16	EARC Trust SC 329	India	100.00%	100.00%
17	EARC Trust SC 331	India	100.00%	100.00%
18	EARC Trust SC 334	India	100.00%	100.00%
19	EARC Trust SC 344 (Upto 31 March 2026)	India	-	100.00%
20	EARC Trust SC 347 (Upto 31 March 2026)	India	-	100.00%
21	EARC Trust SC 348	India	100.00%	100.00%
22	EARC Trust SC 352	India	100.00%	100.00%
23	EARC Trust SC 361 (Upto 30 September 2025)	India	-	100.00%
24	EARC Trust SC 370	India	100.00%	100.00%
25	EARC Trust SC 372	India	100.00%	100.00%
26	EARC Trust SC 373	India	100.00%	100.00%
27	EARC Trust SC 374	India	100.00%	100.00%
28	EARC Trust SC 375	India	100.00%	100.00%
29	EARC Trust SC 376	India	100.00%	100.00%
30	EARC Trust SC 377	India	100.00%	100.00%
31	EARC Trust SC 378	India	100.00%	100.00%
32	EARC Trust SC 380 (Upto 31 March 2026)	India	-	100.00%
33	EARC Trust SC 381	India	100.00%	100.00%
34	EARC Trust SC 383	India	100.00%	100.00%
35	EARC Trust SC 384	India	100.00%	99.87%
36	EARC Trust SC 385	India	100.00%	100.00%
37	EARC Trust SC 386	India	100.00%	100.00%
38	EARC Trust SC 387	India	100.00%	100.00%
39	EARC Trust SC 391	India	100.00%	100.00%
40	EARC Trust SC 392	India	100.00%	100.00%
41	EARC Trust SC 393	India	100.00%	100.00%
42	EARC Trust SC 394	India	90.01%	100.00%
43	EARC Trust SC 396	India	100.00%	100.00%
44	EARC Trust SC 401	India	100.00%	100.00%
45	EARC Trust SC 402	India	100.00%	100.00%
46	EARC Trust SC 405 (Upto 31 December 2025)	India	-	100.00%
47	EARC Trust SC 406	India	100.00%	100.00%
48	EARC Trust SC 410	India	100.00%	100.00%
49	EARC Trust SC 412	India	100.00%	100.00%
50	EARC Trust SC 415	India	100.00%	100.00%

55. Composition of the Group (Continued)
Group stake in trusts (Continued)

	Trust Name	Country of Incorporation	Proportion of ownership interest as at 31 March 2026	Proportion of ownership interest as at 31 March 2025
51	EARC Trust SC 428	India	100.00%	100%
52	EARC Trust SC 430 (Upto 31 December 2025)	India	-	100%
53	EARC Trust SC 397	India	100.00%	100%
54	EARC Trust SC 413	India	100.00%	100%
55	EARC Trust SC 416	India	100.00%	100%
56	EARC Trust SC 417	India	100.00%	100%
57	EARC Trust SC 418	India	100.00%	100%
58	EARC Trust SC 421	India	100.00%	100%
59	EARC Trust SC 422	India	100.00%	100%
60	EARC Trust SC 423	India	100.00%	100%
61	EARC Trust SC 424	India	100.00%	100%
62	EARC Trust SC 425	India	100.00%	100%
63	EARC Trust SC 434	India	100.00%	100%
64	EARC Trust SC 436 (Upto 31 December 2025)	India	-	100%
65	EARC Trust SC 444	India	100.00%	100%
66	EARC Trust SC 447	India	100.00%	100%
67	EARC Trust SC 448	India	100.00%	100%
68	EARC Trust SC 449	India	100.00%	100%
69	EARC Trust SC 451	India	100.00%	100%
70	EARC Trust SC 459	India	100.00%	100%
71	EARC Trust SC 477	India	100.00%	100%
72	EARC Trust SC 481	India	100.00%	100%
73	EARC Trust SC 482	India	100.00%	100%
74	EARC Trust SC 442 (Upto 31 December 2025)	India	-	100%
75	EARC Trust SC 483	India	100.00%	100%
76	EARC Trust SC 484	India	100.00%	100%
77	EARC Trust SC 443	India	100.00%	100%
78	EARC Trust SC 452	India	81.79%	78.58%
79	EARC Trust SC 462	India	100.00%	100%
80	EARC TRUST SC 453	India	83.03%	76.77%
81	EARC TRUST SC 433	India	100.00%	100%
82	EARC TRUST SC 445	India	100.00%	100%
83	EARC TRUST SC 486	India	72.63%	99.90%
84	EARC TRUST SC 492	India	100.00%	100%
85	EARC TRUST SC 489	India	100.00%	100%
86	EARC TRUST SC 464 (Upto 31 December 2025)	India	-	100%
87	EARC TRUST SC 493	India	100.00%	100%
88	EARC TRUST SC 455	India	40.50%	100%
89	EARC TRUST SC 470 (Upto 31 December 2025)	India	-	100%
90	EARC TRUST SC 456	India	100.00%	100%
91	EARC Trust SC 457	India	100.00%	100%
92	EARC Trust SC 468	India	100.00%	100%
93	EARC Trust SC 494	India	100.00%	100%
94	EARC Trust SC 469	India	100.00%	100%
95	EARC TRUST SC 471 (from 21 July 2025)	India	100.00%	-
96	EARC Trust SC 472 (from 13 August 2025)	India	100.00%	-
97	EARC Trust SC 473 (from 29 August 2025)	India	100.00%	-
98	EARC Trust SC 474 (from 26 September 2025)	India	100.00%	-
99	EARC Trust SC 497 (from 29 May 2025)	India	100.00%	-
100	EARC Trust SC 498 (from 23 June 2025)	India	100.00%	-
101	EARC Trust SC 499 (from 24 June 2025)	India	100.00%	-
102	EARC Trust SC 500 (from 27 June 2025)	India	100.00%	-
103	EARC Trust SC 501 (from 27 June 2025)	India	100.00%	-
104	EARC Trust SC 502 (from 26 September 2025)	India	100.00%	-
105	EARC Trust SC 503 (from 29 September 2025)	India	100.00%	-
106	EARC Trust SC 504 (from 27 November 2025)	India	100.00%	-
107	EARC Trust SC 506 (from 24 December 2025)	India	100.00%	-
108	EARC Trust SC 507 (from 26 December 2025)	India	100.00%	-
109	EARC Trust SC 508 (from 26 December 2025)	India	100.00%	-
110	EARC Trust SC 509 (from 29 December 2025)	India	100.00%	-
111	EARC Trust SC 475 (from 08 December 2025)	India	100.00%	-
112	EARC Trust SC 322 (from 02 December 2025)	India	66.00%	-
113	EARC Trust SC 327 (from 02 December 2025)	India	74.50%	-
114	EARC Trust SC 505 (from 27 February 2026)	India	100.00%	-
115	EARC Trust SC 510 (from 17 March 2026)	India	50.28%	-
116	EARC Trust SC 511 (from 23 March 2026)	India	50.28%	-
117	EARC Trust SC 512 (from 27 March 2026)	India	100.00%	-

55. Composition of the Group (Continued)

Notes:

a Refer note 69

b With effect from 30 September 2025, Edelweiss Retail Finance Limited has been merged with ECL Finance Limited, a wholly owned subsidiary of the Group, pursuant to the scheme of arrangement approved by National Company Law Tribunal vide its Order dated 12 September 2025.

c During the year ended 31 March 2026, one of the subsidiary of the Group has sold the minority stake in EAAA India Alternatives Limited a subsidiary of the Group to the external investor.

d During the year ended 31 March 2026, the Company has increased its controlling stake in Edelweiss Asset Reconstruction Limited, one of its subsidiary from 58.82% to 63.12% and same has been consolidated accordingly.

e During the year ended 31 March 2026, the Company has increased its controlling stake in Edelweiss Life Insurance Company Limited, one of its subsidiary from 79.53% to 82.65% and same has been consolidated accordingly.

f With effect from 18 April 2025, EAAA TransInfra Managers Limited has been incorporated as a new wholly owned subsidiary of the Group and has been consolidated from the said date.

56. Additional Information, as required under Schedule III to the Companies Act, 2013, of enterprises consolidated as Subsidiary and Jointly controlled entities

FY 2025-26

Sr. No.	Name of the Entity	Net Assets i.e. Total Assets minus Total Liabilities		Share in Profit or Loss		Share in Other Comprehensive Income		Share in Total Comprehensive Income	
		As % of consolidated net assets	Amount (₹ in Millions)	As % of consolidated profit or loss	Amount (₹ in Millions)	As % of consolidated other comprehensive Income	Amount (₹ in Millions)	As % of consolidated total comprehensive Income	Amount (₹ in Millions)
Parent									
	Edelweiss Financial Services Limited	102.07%	60,667.17	65.77%	4,475.17	(0.18)%	14.91	(310.95)%	4,490.08
Subsidiaries									
	Indian								
1	ECL Finance Limited	34.14%	20,294.43	2.04%	138.63	13.08%	(1,079.23)	65.14%	(940.60)
2	Edelcap Securities Limited	15.98%	9,497.73	4.08%	277.68	0.00%	0.31	(19.25)%	277.99
3	Edelweiss Asset Management Limited	0.00%	0.00	8.73%	594.30	0.00%	0.00	(41.16)%	594.30
4	ECap Securities and Investments Limited	5.21%	3,096.68	(6.15)%	(418.33)	0.00%	0.13	28.96%	(418.20)
5	Edelweiss Trusteeship Company Limited	0.00%	0.00	0.01%	0.58	0.00%	0.00	(0.04)%	0.58
6	Nido Home Finance Limited	14.36%	8,532.73	3.35%	227.96	0.01%	(0.44)	(15.76)%	227.52
7	Edelweiss Investment Adviser Limited	1.17%	694.47	11.23%	764.35	0.00%	0.08	(52.94)%	764.43
8	ECap Equities Limited	20.38%	12,111.42	(100.86)%	(6,863.11)	0.02%	(1.38)	475.38%	(6,864.49)
9	Edel Investments Limited	6.22%	3,699.91	1.81%	123.28	0.00%	0.11	(8.55)%	123.39
10	Edelweiss Rural & Corporate Services Limited	10.60%	6,300.01	3.58%	243.82	0.45%	(37.18)	(14.31)%	206.64
11	Comtrade Commodities Services Limited	0.04%	24.43	(0.03)%	(2.17)	0.00%	(0.30)	0.17%	(2.47)
12	Edel Finance Company Limited	50.87%	30,232.72	32.86%	2,236.04	0.00%	0.13	(154.86)%	2,236.17
13	Edelweiss Multi Strategy Fund Advisors LLP	0.01%	8.06	0.00%	(0.09)	0.00%	0.00	0.01%	(0.09)
14	Zuno General Insurance Limited	8.80%	5,233.10	17.10%	1,163.73	2.03%	(167.55)	(68.99)%	996.18
15	Edelweiss Securities and Investments Private Limited	11.62%	6,905.82	68.15%	4,637.60	0.00%	0.03	(321.16)%	4,637.63
16	EAAA India Alternatives Limited	17.19%	10,219.65	63.58%	4,326.21	0.03%	(2.44)	(299.43)%	4,323.77
17	Edelgive Foundation	0.22%	129.67	(0.26)%	(17.66)	0.00%	0.17	1.21%	(17.49)
18	Edelweiss Private Equity Tech Fund	1.00%	595.83	3.30%	224.43	0.00%	0.00	(15.54)%	224.43
19	Edelweiss Value and Growth Fund	2.25%	1,335.79	4.41%	299.93	0.00%	0.00	(20.77)%	299.93
20	Edelweiss Asset Reconstruction Company Limited	50.23%	29,854.92	51.37%	3,495.27	0.00%	0.14	(242.06)%	3,495.41
21	Edelweiss Life Insurance Company Limited	9.99%	5,938.52	(6.43)%	(437.59)	60.21%	(4,966.78)	374.26%	(5,404.37)
22	Edge Advisory and Management Services Private Limited (formerly known as Allium Corporate Services Private Limited)	1.05%	625.69	0.75%	50.70	0.00%	(0.08)	(3.51)%	50.62
23	Nuvama Custodial Services Limited	1.73%	1,028.38	2.47%	168.30	0.00%	0.01	(11.66)%	168.31
24	EAAA Real Assets Managers Limited	0.32%	190.33	0.52%	35.33	0.00%	0.23	(2.46)%	35.56
25	Sekura India Management Limited	0.22%	132.35	1.20%	81.45	0.02%	(1.41)	(5.54)%	80.04
26	Edelweiss Global Wealth Management Limited	7.48%	4,445.69	(1.08)%	(73.23)	0.00%	(0.07)	5.08%	(73.30)
27	EAAA Transinfra Managers Limited	0.23%	135.02	(0.37)%	(24.97)	0.00%	(0.01)	1.73%	(24.98)

Edelweiss Financial Services Limited

Notes to the consolidated financial statements *(Continued)*

(Currency : Indian rupees in millions)

56. Additional Information, as required under Schedule III to the Companies Act, 2013, of enterprises consolidated as Subsidiary and Jointly controlled entities (Continued)

Sr. No.	Name of the Entity	Net Assets i.e. Total Assets minus Total Liabilities		Share in Profit or Loss		Share in Other Comprehensive Income		Share in Total Comprehensive Income	
		As % of consolidated net assets	Amount (₹ in Millions)	As % of consolidated profit or loss	Amount (₹ in Millions)	As % of consolidated other comprehensive Income	Amount (₹ in Millions)	As % of consolidated total comprehensive Income	Amount (₹ in Millions)
	Foreign								
1	EAAA Pte. Limited	4.22%	2,508.03	0.06%	296.80	(3.21)%	265.07	(38.91)%	561.87
2	Edelweiss International (Singapore) Pte. Limited	2.31%	1,372.34	0.00%	(211.02)	(1.70)%	140.29	4.90%	(70.73)
1	EARC TRUST SC 130	(0.00)%	(0.10)	(0.00)%	(0.05)	-	-	0.00%	(0.05)
2	EARC SAF 2 TRUST	0.00%	0.29	(0.00)%	(0.04)	-	-	0.00%	(0.04)
3	EARC TRUST SC 238	0.00%	2.37	0.06%	3.85	-	-	(0.27)%	3.85
4	EARC TRUST SC 334	0.00%	0.44	(0.00)%	(0.04)	-	-	0.00%	(0.04)
5	EARC TRUST SC 344	-	-	(0.00)%	(0.24)	-	-	0.02%	(0.24)
6	EARC TRUST SC 347	-	-	(0.00)%	(0.31)	-	-	0.02%	(0.31)
7	EARC TRUST SC 352	0.01%	4.28	0.06%	4.22	-	-	(0.29)%	4.22
8	EARC TRUST SC 370	0.00%	0.25	(0.00)%	(0.18)	-	-	0.01%	(0.18)
9	EARC TRUST SC 102	(0.00)%	(0.64)	(0.00)%	(0.21)	-	-	0.01%	(0.21)
10	EARC TRUST SC 112	0.00%	0.03	0.08%	5.36	-	-	(0.37)%	5.36
11	EARC TRUST SC 245	0.00%	1.60	(0.00)%	(0.14)	-	-	0.01%	(0.14)
12	EARC TRUST SC 308	(0.00)%	(1.72)	(0.01)%	(0.70)	-	-	0.05%	(0.70)
13	EARC TRUST SC 314	(0.00)%	(2.63)	(0.02)%	(1.05)	-	-	0.07%	(1.05)
14	EARC Trust SC 386	0.00%	0.50	(0.00)%	(0.00)	-	-	0.00%	(0.00)
15	EARC TRUST SC 348	0.00%	0.38	(0.00)%	(0.18)	-	-	0.01%	(0.18)
16	EARC Trust SC 381	(0.01)%	(5.99)	0.06%	3.99	-	-	(0.28)%	3.99
17	EARC Trust SC 383	(0.00)%	(0.24)	0.00%	0.06	-	-	(0.00)%	0.06
18	EARC Trust SC 380	-	-	0.00%	0.01	-	-	(0.00)%	0.01
19	EARC Trust SC 387	(0.01)%	(8.33)	(0.00)%	(0.00)	-	-	0.00%	(0.00)
20	EARC Trust SC 375	0.00%	0.40	0.00%	0.03	-	-	(0.00)%	0.03
21	EARC Trust SC 402	0.00%	1.52	0.00%	0.00	-	-	(0.00)%	0.00
22	EARC Trust SC 376	0.00%	1.56	(0.00)%	(0.17)	-	-	0.01%	(0.17)
23	EARC Trust SC 396	0.00%	0.75	(0.00)%	(0.09)	-	-	0.01%	(0.09)
24	EARC Trust SC 410	0.00%	0.11	(0.00)%	(0.03)	-	-	0.00%	(0.03)
25	EARC Trust SC 405	-	-	(0.00)%	(0.20)	-	-	0.01%	(0.20)
26	EARC Trust SC 428	0.00%	0.63	(0.00)%	(0.19)	-	-	0.01%	(0.19)
27	EARC Trust SC 412	0.00%	0.05	(0.00)%	(0.04)	-	-	0.00%	(0.04)

56. Additional Information, as required under Schedule III to the Companies Act, 2013, of enterprises consolidated as Subsidiary and Jointly controlled entities (Continued)

Sr. No.	Name of the Entity	Net Assets i.e. Total Assets minus Total Liabilities		Share in Profit or Loss		Share in Other Comprehensive Income		Share in Total Comprehensive Income	
		As % of consolidated net assets	Amount (₹ in Millions)	As % of consolidated profit or loss	Amount (₹ in Millions)	As % of consolidated other comprehensive Income	Amount (₹ in Millions)	As % of consolidated total comprehensive Income	Amount (₹ in Millions)
28	EARC Trust SC 415	0.00%	0.21	(0.00)%	(0.06)	-	-	0.00%	(0.06)
29	EARC Trust SC 430	-	-	(0.00)%	(0.30)	-	-	0.02%	(0.30)
30	EARC Trust SC 434	(0.00)%	(0.85)	0.00%	0.22	-	-	(0.02)%	0.22
31	EARC TRUST SC 436	-	-	(0.01)%	(0.47)	-	-	0.03%	(0.47)
32	EARC TRUST SC 421	0.00%	0.36	0.00%	0.32	-	-	(0.02)%	0.32
33	EARC TRUST SC 422	0.00%	0.65	0.01%	0.95	-	-	(0.07)%	0.95
34	EARC TRUST SC 423	0.00%	0.05	0.00%	0.12	-	-	(0.01)%	0.12
35	EARC TRUST SC 424	0.00%	0.17	0.00%	0.33	-	-	(0.02)%	0.33
36	EARC TRUST SC 425	0.00%	0.07	0.01%	0.50	-	-	(0.03)%	0.50
37	EARC TRUST SC 448	0.00%	0.38	0.01%	0.35	-	-	(0.02)%	0.35
38	EARC TRUST SC 449	0.00%	0.14	0.00%	0.02	-	-	(0.00)%	0.02
39	EARC TRUST SC 443	0.00%	0.07	0.00%	0.08	-	-	(0.01)%	0.08
40	EARC TRUST SC 477	0.00%	0.61	0.01%	0.66	-	-	(0.05)%	0.66
41	EARC TRUST SC 481	0.00%	0.10	0.01%	0.48	-	-	(0.03)%	0.48
42	EARC TRUST SC 482	0.00%	0.36	0.00%	0.28	-	-	(0.02)%	0.28
43	EARC TRUST SC 442	-	-	(0.01)%	(0.38)	-	-	0.03%	(0.38)
44	EARC TRUST SC 483	0.00%	0.68	0.02%	1.69	-	-	(0.12)%	1.69
45	EARC TRUST SC 484	0.00%	0.09	(0.00)%	(0.00)	-	-	0.00%	(0.00)
46	EARC TRUST SC 325	0.00%	1.79	0.00%	0.00	-	-	(0.00)%	0.00
47	EARC TRUST SC 492	0.00%	0.03	0.00%	0.14	-	-	(0.01)%	0.14
48	EARC TRUST SC 251	0.00%	0.36	0.00%	0.05	-	-	(0.00)%	0.05
49	EARC Trust SC 385	(0.01)%	(6.25)	0.04%	2.55	-	-	(0.18)%	2.55
50	EARC Trust SC 373	(0.00)%	(0.01)	0.00%	0.01	-	-	(0.00)%	0.01
51	EARC Trust SC 374	(0.00)%	(0.03)	(0.00)%	(0.09)	-	-	0.01%	(0.09)
52	EARC Trust SC 401	(0.04)%	(24.87)	0.05%	3.21	-	-	(0.22)%	3.21
53	EARC Trust SC 416	0.00%	0.10	0.00%	0.02	-	-	(0.00)%	0.02
54	EARC Trust SC 378	0.00%	0.04	0.00%	0.03	-	-	(0.00)%	0.03
55	EARC Trust SC 417	(0.00)%	(0.28)	0.00%	0.23	-	-	(0.02)%	0.23
56	EARC Trust SC 418	(0.00)%	(2.54)	0.07%	4.72	-	-	(0.33)%	4.72
57	EARC TRUST SC 447	(0.02)%	(10.70)	0.09%	6.46	-	-	(0.45)%	6.46
58	EARC TRUST SC 452	(0.10)%	(62.40)	(0.50)%	(34.25)	-	-	2.37%	(34.25)
59	EARC TRUST SC 451	(0.01)%	(6.59)	0.05%	3.70	-	-	(0.26)%	3.70
60	EARC TRUST SC 459	0.00%	1.07	0.03%	2.13	-	-	(0.15)%	2.13
61	EARC Trust SC 384	0.03%	19.21	(0.16)%	(10.59)	-	-	0.73%	(10.59)
62	EARC Trust SC 391	0.00%	1.15	(0.01)%	(0.75)	-	-	0.05%	(0.75)
63	EARC Trust SC 406	0.00%	1.15	(0.00)%	(0.12)	-	-	0.01%	(0.12)

56. Additional Information, as required under Schedule III to the Companies Act, 2013, of enterprises consolidated as Subsidiary and Jointly controlled entities (Continued)

Sr. No.	Name of the Entity	Net Assets i.e. Total Assets minus Total Liabilities		Share in Profit or Loss		Share in Other Comprehensive Income		Share in Total Comprehensive Income	
		As % of consolidated net assets	Amount (₹ in Millions)	As % of consolidated profit or loss	Amount (₹ in Millions)	As % of consolidated other comprehensive Income	Amount (₹ in Millions)	As % of consolidated total comprehensive Income	Amount (₹ in Millions)
64	EARC TRUST SC 6	(0.00)%	(0.34)	(0.00)%	(0.01)	-	-	0.00%	(0.01)
65	EARC TRUST SC 9	0.06%	38.10	0.03%	2.06	-	-	(0.14)%	2.06
66	EARC TRUST SC 229	(0.01)%	(6.15)	(0.00)%	(0.03)	-	-	0.00%	(0.03)
67	EARC TRUST SC 361	-	-	(0.00)%	(0.29)	-	-	0.02%	(0.29)
68	EARC Trust SC 372	(0.00)%	(0.61)	(0.00)%	(0.15)	-	-	0.01%	(0.15)
69	EARC Trust SC 393	0.00%	0.20	0.01%	0.94	-	-	(0.07)%	0.94
70	EARC TRUST SC 433	(0.01)%	(7.66)	(0.06)%	(4.30)	-	-	0.30%	(4.30)
71	EARC Trust SC 377	0.00%	0.03	0.00%	0.00	-	-	(0.00)%	0.00
72	EARC TRUST SC 444	0.00%	0.55	(0.01)%	(0.54)	-	-	0.04%	(0.54)
73	EARC TRUST SC 462	(0.06)%	(34.19)	0.05%	3.32	-	-	(0.23)%	3.32
74	EARC Trust SC 394	0.02%	10.84	(0.00)%	(0.03)	-	-	0.00%	(0.03)
75	EARC Trust SC 397	0.01%	4.75	0.06%	3.95	-	-	(0.27)%	3.95
76	EARC TRUST SC 445	(0.23)%	(137.39)	0.12%	8.13	-	-	(0.56)%	8.13
77	EARC TRUST SC 453	(0.08)%	(48.00)	(2.32)%	(157.93)	-	-	10.94%	(157.93)
78	EARC TRUST SC 486	(0.15)%	(87.86)	(2.17)%	(147.59)	-	-	10.22%	(147.59)
79	EARC TRUST SC 329	(0.01)%	(7.24)	0.31%	21.33	-	-	(1.48)%	21.33
80	EARC TRUST SC 331	(0.04)%	(26.12)	0.15%	10.24	-	-	(0.71)%	10.24
81	EARC TRUST SC 263	-	-	(0.02)%	(1.49)	-	-	0.10%	(1.49)
82	EARC Trust SC 392	0.00%	0.11	(0.00)%	(0.14)	-	-	0.01%	(0.14)
83	EARC TRUST SC 298	-	-	0.01%	0.61	-	-	(0.04)%	0.61
84	EARC Trust SC 413	(0.00)%	(1.75)	0.08%	5.63	-	-	(0.39)%	5.63
85	EARC TRUST SC 464	-	-	0.56%	38.25	-	-	(2.65)%	38.25
86	EARC TRUST SC 489	0.00%	0.06	(0.01)%	(0.81)	-	-	0.06%	(0.81)
87	EARC TRUST SC 455	(0.12)%	(69.81)	(1.59)%	(108.36)	-	-	7.50%	(108.36)
88	EARC TRUST SC 470	-	-	(0.06)%	(4.08)	-	-	0.28%	(4.08)
89	EARC TRUST SC 456	(0.01)%	(3.30)	0.02%	1.17	-	-	(0.08)%	1.17
90	EARC TRUST SC 493	(0.00)%	(0.18)	0.00%	0.10	-	-	(0.01)%	0.10
91	EARC TRUST SC 457	0.00%	1.44	0.02%	1.64	-	-	(0.11)%	1.64
92	EARC TRUST SC 468	0.00%	0.59	0.01%	0.79	-	-	(0.05)%	0.79
93	EARC TRUST SC 494	0.00%	0.37	0.01%	0.42	-	-	(0.03)%	0.42
94	EARC TRUST SC 469	0.00%	0.89	0.01%	0.96	-	-	(0.07)%	0.96
95	EARC TRUST SC 497	0.00%	0.55	0.01%	0.56	-	-	(0.04)%	0.56
96	EARC TRUST SC 498	0.00%	0.69	0.01%	0.70	-	-	(0.05)%	0.70
97	EARC TRUST SC 499	0.00%	0.57	0.01%	0.58	-	-	(0.04)%	0.58
98	EARC TRUST SC 500	0.00%	1.28	0.02%	1.29	-	-	(0.09)%	1.29
99	EARC TRUST SC 471	0.00%	0.57	0.01%	0.60	-	-	(0.04)%	0.60
100	EARC TRUST SC 472	0.00%	0.85	0.01%	0.88	-	-	(0.06)%	0.88
101	EARC TRUST SC 473	0.00%	0.82	0.01%	0.84	-	-	(0.06)%	0.84
102	EARC TRUST SC 474	0.00%	1.34	0.02%	1.37	-	-	(0.09)%	1.37
103	EARC TRUST SC 501	0.00%	0.69	0.01%	0.70	-	-	(0.05)%	0.70
104	EARC TRUST SC 502	0.00%	0.56	0.01%	0.56	-	-	(0.04)%	0.56
105	EARC TRUST SC 503	0.00%	0.97	0.01%	0.97	-	-	(0.07)%	0.97
106	EARC TRUST SC 504	0.00%	0.33	0.00%	0.33	-	-	(0.02)%	0.33
107	EARC TRUST SC 506	(0.00)%	(0.25)	(0.00)%	(0.25)	-	-	0.02%	(0.25)
108	EARC TRUST SC 507	(0.00)%	(0.37)	(0.01)%	(0.37)	-	-	0.03%	(0.37)
109	EARC TRUST SC 508	(0.00)%	(0.27)	(0.00)%	(0.27)	-	-	0.02%	(0.27)
110	EARC TRUST SC 509	(0.00)%	(0.28)	(0.00)%	(0.28)	-	-	0.02%	(0.28)
111	EARC TRUST SC 322	0.03%	16.92	0.06%	3.94	-	-	(0.27)%	3.94
112	EARC TRUST SC 327	0.02%	13.81	0.02%	1.04	-	-	(0.07)%	1.04
113	EARC TRUST SC 475	0.00%	1.45	0.02%	1.48	-	-	(0.10)%	1.48
114	EARC TRUST SC 505	(0.00)%	(0.09)	(0.00)%	(0.09)	-	-	0.01%	(0.09)
115	EARC TRUST SC 510	(0.00)%	(0.06)	(0.00)%	(0.06)	-	-	0.00%	(0.06)
116	EARC TRUST SC 511	(0.00)%	(0.06)	(0.00)%	(0.06)	-	-	0.00%	(0.06)
117	EARC TRUST SC 512	(0.00)%	(0.02)	(0.00)%	(0.02)	-	-	0.00%	(0.02)
	Non-Controlling Interests	22.00%	13,205.10	19.67%	1,338.31	11.24%	(926.95)	(28.49)%	411.36
	Adjustments arising out of consolidation	(337.20)%	(200,289.10)	(149.55)%	(10,258.15)	17.97%	(1,483.78)	813.16%	(11,741.93)
	Jointly controlled entities (Investment as per the equity method) - Indian	36.00%	21,132.32	3.34%	226.94	0.03%	(2.65)	(15.53)%	224.29
	Total	**100.00%**	**59,436.37**	**100.00%**	**6,804.63**	**100.00%**	**(8,248.64)**	**100.00%**	**(1,444.01)**

0.00 indicates amount less than ₹ 0.01 million

56. Additional Information, as required under Schedule III to the Companies Act, 2013, of enterprises consolidated as Subsidiary

FY 2024-25

Sr. No.	Name of the Entity	Net Assets i.e. Total Assets minus Total Liabilities		Share in Profit or Loss		Share in Other Comprehensive Income		Share in Total Comprehensive Income	
		As % of consolidated net assets	Amount (₹ in Millions)	As % of consolidated profit or loss	Amount (₹ in Millions)	As % of consolidated other comprehensive Income	Amount (₹ in Millions)	As % of consolidated total comprehensive Income	Amount (₹ in Millions)
Parent									
	Edelweiss Financial Services Limited	93.22%	55,170.79	(9.69)%	(519.02)	0.15%	(11.94)	22.37%	(530.96)
Subsidiaries									
	Indian								
1	ECL Finance Limited	27.07%	16,019.30	8.64%	463.02	178.58%	(13,806.73)	562.26%	(13,343.71)
2	Edelcap Securities Limited	13.61%	8,056.32	(0.71)%	(37.92)	0.03%	(1.97)	1.68%	(39.89)
3	Edelweiss Asset Management Limited	3.47%	2,054.78	9.86%	528.40	0.07%	(5.62)	(22.03)%	522.78
4	ECap Securities and Investments Limited	0.03%	14.83	(23.35)%	(1,251.17)	0.00%	(0.02)	52.72%	(1,251.19)
5	Edelweiss Trusteeship Company Limited	0.01%	6.94	0.00%	0.15	-	-	(0.01)%	0.15
6	Nido Home Finance Limited	13.99%	8,281.92	3.48%	186.27	0.03%	(2.06)	(7.76)%	184.21
7	Edelweiss Investment Adviser Limited	(0.12)%	(69.96)	10.01%	536.43	0.00%	0.06	(22.61)%	536.49
8	ECap Equities Limited	25.30%	14,975.81	104.06%	5,575.51	0.00%	(0.36)	(234.92)%	5,575.15
9	Edel Investments Limited	6.04%	3,576.48	0.38%	20.62	0.01%	(0.89)	(0.83)%	19.73
10	Edelweiss Rural & Corporate Services Limited	10.30%	6,093.94	(16.99)%	(910.42)	(0.11)%	8.19	38.02%	(902.23)
11	Comtrade Commodities Services Limited	0.05%	26.90	(0.12)%	(6.38)	0.00%	0.05	0.27%	(6.33)
12	Edel Finance Company Limited	43.93%	25,996.55	(0.60)%	(32.40)	0.00%	0.07	1.36%	(32.33)
13	Edelweiss Retail Finance Limited	8.67%	5,132.62	1.70%	91.03	6.07%	(469.44)	15.95%	(378.41)
14	Edelweiss Multi Strategy Fund Advisors LLP	0.01%	7.85	0.00%	(0.06)	0.00%	0.00	0.00%	(0.06)
15	Zuno General Insurance Limited	5.47%	3,239.02	(8.96)%	(479.94)	(0.90)%	69.48	17.30%	(410.46)
16	Edelweiss Securities and Investments Private Limited	3.83%	2,268.19	(11.73)%	(628.35)	0.00%	(0.04)	26.48%	(628.39)
17	EAAA India Alternatives Limited (Formerly Edelweiss Alternative Asset Advisors Limited)	12.92%	7,646.12	34.75%	1,861.98	(0.02)%	1.27	(78.51)%	1,863.25
18	Edelgive Foundation	0.25%	147.16	(0.02)%	(1.16)	0.00%	0.15	0.04%	(1.01)
19	Edelweiss Private Equity Tech Fund	0.62%	367.60	(2.77)%	(148.66)	-	-	6.26%	(148.66)
20	Edelweiss Value and Growth Fund	1.76%	1,039.86	6.75%	361.50	-	-	(15.23)%	361.50
21	Edelweiss Asset Reconstruction Company Limited	59.73%	35,348.79	71.86%	3,850.60	0.04%	(2.83)	(162.13)%	3,847.77
22	Edelweiss Life Insurance Company Limited (formerly known as Edelweiss Tokio Life Insurance Company Limited)	15.78%	9,341.70	(23.76)%	(1,272.85)	(24.96)%	1,929.47	(27.67)%	656.62
23	Allium Corporate Services Private Limited (formerly Allium Finance Private Limited)	0.97%	575.07	1.12%	60.08	-	0.04	(2.53)%	60.12
24	Nuvama Custodial Services Limited	1.45%	860.08	4.09%	219.40	0.01%	(0.78)	(9.21)%	218.62
25	EAAA Real Assets Managers Limited (formerly Edelweiss Real Assets Managers Limited)	0.26%	154.77	0.38%	20.26	0.00%	(0.14)	(0.85)%	20.12
26	Sekura India Management Limited	0.09%	52.31	0.21%	11.07	0.01%	(1.09)	(0.42)%	9.98
27	Edelweiss Global Wealth Management Limited	7.64%	4,518.99	(0.48)%	(25.63)	0.00%	0.02	1.08%	(25.61)

56. Additional Information, as required under Schedule III to the Companies Act, 2013, of enterprises consolidated as Subsidiary (Continued)

Sr. No.	Name of the Entity	Net Assets i.e. Total Assets minus Total Liabilities		Share in Profit or Loss		Share in Other Comprehensive Income		Share in Total Comprehensive Income	
		As % of consolidated net assets	Amount (₹ in Millions)	As % of consolidated profit or loss	Amount (₹ in Millions)	As % of consolidated other comprehensive Income	Amount (₹ in Millions)	As % of consolidated total comprehensive Income	Amount (₹ in Millions)
	Foreign								
1	EC International Limited	-	-	(0.01)%	(0.44)	0.00%	0.03	0.02%	(0.41)
2	EAAA Pte. Limited (Formerly known as Edelweiss Alternative Asset Advisors Pte. Limited)	6.89%	4,080.35	7.54%	403.93	(0.87)%	67.03	(19.85)%	470.96
3	Edelweiss International (Singapore) Pte. Limited	2.44%	1,443.07	0.37%	19.75	0.40%	(31.27)	0.49%	(11.52)
	Controlled Trusts								
1	EARC TRUST SC 130	0.00%	(0.05)	0.00%	0.01	-	-	0.00%	0.01
2	EARC SAF 2 TRUST	0.00%	0.34	0.00%	(0.03)	-	-	0.00%	(0.03)
3	EARC TRUST SC 238	0.00%	(1.48)	(0.03)%	(1.48)	-	-	0.06%	(1.48)
4	EARC TRUST SC 266	-	-	0.00%	(0.02)	-	-	0.00%	(0.02)
5	EARC TRUST SC 306	-	-	0.00%	(0.12)	-	-	0.01%	(0.12)
6	EARC TRUST SC 332	0.00%	0.00	(0.01)%	(0.35)	-	-	0.01%	(0.35)
7	EARC TRUST SC 334	0.00%	0.48	0.00%	(0.02)	-	-	0.00%	(0.02)
8	EARC TRUST SC 344	0.00%	0.24	0.00%	(0.11)	-	-	0.00%	(0.11)
9	EARC TRUST SC 347	0.00%	0.31	0.00%	(0.08)	-	-	0.00%	(0.08)
10	EARC TRUST SC 351	0.00%	0.00	(0.01)%	(0.79)	-	-	0.03%	(0.79)
11	EARC TRUST SC 352	0.00%	0.06	0.00%	(0.22)	-	-	0.01%	(0.22)
12	EARC TRUST SC 357	0.00%	0.00	0.00%	(0.17)	-	-	0.01%	(0.17)
13	EARC TRUST SC 360	0.00%	0.00	(0.02)%	(0.89)	-	-	0.04%	(0.89)
14	EARC TRUST SC 363	0.00%	(0.03)	0.00%	(0.14)	-	-	0.01%	(0.14)
15	EARC TRUST SC 370	0.00%	0.43	0.00%	0.26	-	-	(0.01)%	0.26
16	EARC TRUST SC 102	0.00%	(0.43)	(0.01)%	(0.62)	-	-	0.03%	(0.62)
17	EARC TRUST SC 112	(0.01)%	(5.32)	(0.06)%	(3.42)	-	-	0.14%	(3.42)
18	EARC TRUST SC 245	0.00%	1.74	0.02%	1.34	-	-	(0.06)%	1.34
19	EARC TRUST SC 308	0.00%	(1.02)	(0.02)%	(0.95)	-	-	0.04%	(0.95)
20	EARC TRUST SC 314	0.00%	(1.58)	(0.02)%	(1.33)	-	-	0.06%	(1.33)
21	EARC Trust SC 386	0.00%	0.51	(0.11)%	(5.99)	-	-	0.25%	(5.99)
22	EARC TRUST SC 348	0.00%	0.56	0.01%	0.54	-	-	(0.02)%	0.54
23	EARC Trust SC 381	(0.02)%	(9.98)	(0.11)%	(5.71)	-	-	0.24%	(5.71)
24	EARC Trust SC 383	0.00%	(0.29)	0.00%	(0.01)	-	-	0.00%	(0.01)
25	EARC Trust SC 395	0.00%	0.00	0.00%	0.11	-	-	0.00%	0.11
26	EARC Trust SC 380	0.00%	0.01	0.00%	(0.04)	-	-	0.00%	(0.04)
27	EARC Trust SC 387	(0.01)%	(8.33)	(0.18)%	(9.71)	-	-	0.41%	(9.71)
28	EARC Trust SC 388	0.00%	0.00	(0.02)%	(0.93)	-	-	0.04%	(0.93)
29	EARC Trust SC 375	0.00%	0.37	0.00%	(0.18)	-	-	0.01%	(0.18)
30	EARC Trust SC 402	0.00%	1.52	0.00%	0.01	-	-	0.00%	0.01
31	EARC Trust SC 376	0.00%	1.74	0.00%	(0.05)	-	-	0.00%	(0.05)
32	EARC Trust SC 396	0.00%	0.84	0.00%	0.27	-	-	(0.01)%	0.27
33	EARC Trust SC 410	0.00%	0.15	(0.01)%	(0.41)	-	-	0.02%	(0.41)
34	EARC Trust SC 405	0.00%	0.20	0.00%	0.26	-	-	(0.01)%	0.26
35	EARC Trust SC 428	0.00%	0.83	0.01%	0.41	-	-	(0.02)%	0.41
36	EARC Trust SC 429	0.00%	0.00	(0.01)%	(0.64)	-	-	0.03%	(0.64)
37	EARC Trust SC 412	0.00%	0.09	0.00%	0.07	-	-	0.00%	0.07

56. Additional Information, as required under Schedule III to the Companies Act, 2013, of enterprises consolidated as Subsidiary (Continued)

Sr. No.	Name of the Entity	Net Assets i.e. Total Assets minus Total Liabilities		Share in Profit or Loss		Share in Other Comprehensive Income		Share in Total Comprehensive Income	
		As % of consolidated net assets	Amount (₹ in Millions)	As % of consolidated profit or loss	Amount (₹ in Millions)	As % of consolidated other comprehensive Income	Amount (₹ in Millions)	As % of consolidated total comprehensive Income	Amount (₹ in Millions)
38	EARC Trust SC 415	0.00%	0.27	0.00%	0.01	-	-	0.00%	0.01
39	EARC Trust SC 430	0.00%	0.30	0.00%	0.23	-	-	(0.01)%	0.23
40	EARC Trust SC 434	0.00%	(1.07)	(0.11)%	(6.01)	-	-	0.25%	(6.01)
41	EARC Trust SC 431	0.00%	0.00	(0.01)%	(0.42)	-	-	0.02%	(0.42)
42	EARC TRUST SC 227	0.00%	0.00	0.00%	(0.05)	-	-	0.00%	(0.05)
43	EARC TRUST SC 228	0.00%	0.00	(0.01)%	(0.48)	-	-	0.02%	(0.48)
44	EARC TRUST SC 436	0.00%	0.47	0.01%	0.43	-	-	(0.02)%	0.43
45	EARC TRUST SC 421	0.00%	0.04	0.00%	(0.01)	-	-	0.00%	(0.01)
46	EARC TRUST SC 422	0.00%	(0.30)	(0.01)%	(0.56)	-	-	0.02%	(0.56)
47	EARC TRUST SC 423	0.00%	(0.07)	0.00%	0.00	-	-	0.00%	0.00
48	EARC TRUST SC 424	0.00%	(0.17)	(0.10)%	(5.56)	-	-	0.23%	(5.56)
49	EARC TRUST SC 425	0.00%	(0.43)	(0.01)%	(0.41)	-	-	0.02%	(0.41)
50	EARC TRUST SC 448	0.00%	0.04	(0.01)%	(0.37)	-	-	0.02%	(0.37)
51	EARC TRUST SC 449	0.00%	0.12	0.00%	(0.07)	-	-	0.00%	(0.07)
52	EARC TRUST SC 443	0.00%	(0.01)	0.00%	0.01	-	-	0.00%	0.01
53	EARC TRUST SC 477	0.00%	(0.05)	(0.01)%	(0.58)	-	-	0.02%	(0.58)
54	EARC TRUST SC 481	0.00%	(0.38)	(0.01)%	(0.56)	-	-	0.02%	(0.56)
55	EARC TRUST SC 482	0.00%	0.08	(0.02)%	(0.88)	-	-	0.04%	(0.88)
56	EARC TRUST SC 442	0.00%	0.38	0.02%	0.86	-	-	(0.04)%	0.86
57	EARC TRUST SC 483	0.00%	(1.01)	(0.04)%	(2.14)	-	-	0.09%	(2.14)
58	EARC TRUST SC 484	0.00%	0.09	0.00%	(0.08)	-	-	0.00%	(0.08)
59	EARC TRUST SC 325	0.00%	1.79	0.00%	0.01	-	-	0.00%	0.01
60	EARC TRUST SC 492	0.00%	(0.10)	0.00%	0.02	-	-	0.00%	0.02
61	EARC Trust SC 427	0.00%	0.00	0.00%	0.04	-	-	0.00%	0.04
62	EARC TRUST SC 251	0.00%	0.31	(0.03)%	(1.85)	-	-	0.08%	(1.85)
63	EARC Trust SC 385	(0.01)%	(8.80)	(0.14)%	(7.43)	-	-	0.31%	(7.43)
64	EARC Trust SC 373	0.00%	(0.02)	0.00%	(0.05)	-	-	0.00%	(0.05)
65	EARC Trust SC 374	0.00%	0.06	0.00%	0.06	-	-	0.00%	0.06
66	EARC Trust SC 401	(0.05)%	(28.08)	(0.55)%	(29.56)	-	-	1.25%	(29.56)
67	EARC Trust SC 416	0.00%	0.08	(0.01)%	(0.80)	-	-	0.03%	(0.80)
68	EARC Trust SC 378	0.00%	0.01	0.00%	0.03	-	-	0.00%	0.03
69	EARC Trust SC 417	0.00%	(0.51)	(0.01)%	(0.75)	-	-	0.03%	(0.75)
70	EARC TRUST SC 461	0.03%	16.24	(0.02)%	(1.10)	-	-	0.05%	(1.10)
71	EARC Trust SC 418	(0.01)%	(7.26)	0.07%	3.98	-	-	(0.17)%	3.98
72	EARC TRUST SC 447	(0.03)%	(17.17)	0.35%	18.58	-	-	(0.78)%	18.58
73	EARC TRUST SC 452	(0.05)%	(28.16)	(0.67)%	(35.90)	-	-	1.51%	(35.90)
74	EARC TRUST SC 451	(0.02)%	(10.29)	0.19%	10.19	-	-	(0.43)%	10.19
75	EARC TRUST SC 459	0.00%	(1.06)	0.01%	0.66	-	-	(0.03)%	0.66
76	EARC Trust SC 384	0.05%	29.79	0.07%	3.68	-	-	(0.15)%	3.68
77	EARC Trust SC 391	0.00%	1.90	(0.02)%	(0.83)	-	-	0.03%	(0.83)
78	EARC Trust SC 406	0.00%	1.27	(0.03)%	(1.59)	-	-	0.07%	(1.59)

56. Additional Information, as required under Schedule III to the Companies Act, 2013, of enterprises consolidated as Subsidiary (Continued)

Sr. No.	Name of the Entity	Net Assets i.e. Total Assets minus Total Liabilities		Share in Profit or Loss		Share in Other Comprehensive Income		Share in Total Comprehensive Income	
		As % of consolidated net assets	Amount (₹ in Millions)	As % of consolidated profit or loss	Amount (₹ in Millions)	As % of consolidated other comprehensive Income	Amount (₹ in Millions)	As % of consolidated total comprehensive Income	Amount (₹ in Millions)
79	EARC TRUST SC 6	0.00%	(0.33)	0.00%	(0.22)	-	-	0.01%	(0.22)
80	EARC TRUST SC 9	0.06%	36.04	0.04%	2.33	-	-	(0.10)%	2.33
81	EARC TRUST SC 229	(0.01)%	(6.12)	0.03%	1.67	-	-	(0.07)%	1.67
82	EARC TRUST SC 361	0.00%	0.29	0.05%	2.43	-	-	(0.10)%	2.43
83	EARC Trust SC 372	0.00%	(0.46)	0.00%	(0.16)	-	-	0.01%	(0.16)
84	EARC Trust SC 393	0.00%	(0.74)	(0.01)%	(0.72)	-	-	0.03%	(0.72)
85	EARC TRUST SC 433	(0.01)%	(3.36)	(0.06)%	(3.10)	-	-	0.13%	(3.10)
86	EARC Trust SC 377	0.00%	0.03	0.00%	0.00	-	-	0.00%	0.00
87	EARC TRUST SC 444	0.00%	1.09	(0.02)%	(1.28)	-	-	0.05%	(1.28)
88	EARC TRUST SC 462	(0.06)%	(37.51)	(0.29)%	(15.75)	-	-	0.66%	(15.75)
89	EARC Trust SC 394	0.02%	10.87	0.01%	0.63	-	-	(0.03)%	0.63
90	EARC Trust SC 397	0.00%	0.80	(0.01)%	(0.58)	-	-	0.02%	(0.58)
91	EARC TRUST SC 445	(0.25)%	(145.52)	(1.65)%	(88.35)	-	-	3.72%	(88.35)
92	EARC TRUST SC 453	0.19%	109.93	1.10%	59.20	-	-	(2.49)%	59.20
93	EARC TRUST SC 486	0.10%	59.73	(0.80)%	(42.79)	-	-	1.80%	(42.79)
94	EARC TRUST SC 329	(0.05)%	(28.56)	(0.08)%	(4.24)	-	-	0.18%	(4.24)
95	EARC TRUST SC 331	(0.06)%	(36.36)	(0.29)%	(15.34)	-	-	0.65%	(15.34)
96	EARC TRUST SC 263	0.00%	1.55	0.03%	1.80	-	-	(0.08)%	1.80
97	EARC Trust SC 392	0.00%	0.25	(0.05)%	(2.61)	-	-	0.11%	(2.61)
98	EARC TRUST SC 298	0.02%	11.04	(0.13)%	(6.99)	-	-	0.29%	(6.99)
99	EARC Trust SC 413	(0.01)%	(7.39)	(0.07)%	(3.63)	-	-	0.15%	(3.63)
100	EARC TRUST SC 464	0.07%	42.50	1.25%	66.91	-	-	(2.82)%	66.91
101	EARC TRUST SC 488	0.00%	0.00	0.02%	1.30	-	-	(0.05)%	1.30
102	EARC TRUST SC 489	0.00%	0.86	0.00%	(0.06)	-	-	0.00%	(0.06)
103	EARC TRUST SC 455	0.07%	38.55	2.25%	120.68	-	-	(5.09)%	120.68
104	EARC TRUST SC 470	0.01%	4.08	0.10%	5.52	-	-	(0.23)%	5.52
105	EARC TRUST SC 456	(0.01)%	(4.46)	(0.08)%	(4.38)	-	-	0.18%	(4.38)
106	EARC TRUST SC 493	0.00%	(0.28)	0.00%	0.24	-	-	(0.01)%	0.24
107	EARC TRUST SC 457	0.00%	(0.20)	0.00%	(0.19)	-	-	0.01%	(0.19)
108	EARC TRUST SC 468	0.00%	(0.20)	0.00%	(0.19)	-	-	0.01%	(0.19)
109	EARC TRUST SC 494	0.00%	(0.05)	0.00%	(0.04)	-	-	0.00%	(0.04)
110	EARC TRUST SC 469	0.00%	(0.07)	0.00%	(0.05)	-	-	0.00%	(0.05)
	Non-Controlling Interests	25.23%	14,934.40	25.57%	1,369.90	(5.54)%	428.14	(75.76)%	1,798.04
	Adjustments arising out of consolidation	(290.86)%	(172,157.05)	(91.24)%	(4,888.96)	(53.00)%	4,099.79	33.28%	(789.17)
	Total	**100.00%**	**59,181.71**	**100.00%**	**5,358.20**	**100.00%**	**(7,731.39)**	**100.00%**	**(2,373.19)**

0.00 indicates amount less than ₹ 0.01 million

57. Key disclosures related to life insurance business (Edelweiss Life Insurance Company Limited (ELI))

a Life insurance and Investment Contract Liability

Particulars	31 March 2026				31 March 2025			
	With DPF	Linked Business	Others	Total gross liabilities	With DPF	Linked Business	Others	Total gross liabilities
Insurance Contract Liability								
Life	25,025.82	20,034.17	54,960.99	**100,020.98**	23,264.95	20,299.31	47,998.77	91,563.03
Health	-	-	89.38	**89.38**	-	-	80.43	80.43
Annuity	-	-	1,292.73	**1,292.73**	-	-	909.94	909.94
Pension	980.27	265.16	-	**1,245.43**	1,169.27	301.07	-	1,470.34
Total	**26,006.09**	**20,299.33**	**56,343.10**	**102,648.52**	**24,434.22**	**20,600.38**	**48,989.14**	**94,023.74**
Investment Contract Liability								
Life	-	1,233.86	117.50	**1,351.36**	-	1,133.35	110.03	1,243.38
Health	-	-	-	**-**	-	-	-	-
Annuity	-	-	-	**-**	-	-	-	-
Pension	-	-	-	**-**	-	-	-	-
Total	**-**	**1,233.86**	**117.50**	**1,351.36**	**-**	**1,133.35**	**110.03**	**1,243.38**

b Movement of life insurance contract liabilities

Particulars	31 March 2026				31 March 2025			
	With DPF	Linked Business	Others	Total	With DPF	Linked Business	Others	Total
Gross Liability at the beginning of the year	**24,434.22**	**20,600.38**	**48,989.14**	**94,023.74**	19,777.80	20,135.45	40,947.60	80,860.85
Add/(Less)								-
Premium	6,913.86	4,085.08	11,214.10	**22,213.04**	6,599.95	3,742.19	10,520.41	20,862.55
Unwinding of the discount / Interest credited	(605.27)	(407.12)	3,429.49	**2,417.10**	1,897.71	1,582.22	2,682.28	6,162.21
Changes in valuation for expected future benefits	(2,743.37)	(495.88)	(5,629.58)	**(8,868.83)**	(2,763.24)	(586.35)	(4,868.65)	(8,218.24)
Insurance liabilities released	(2,100.20)	(3,492.61)	(1,868.26)	**(7,461.07)**	(1,170.84)	(4,250.63)	(276.42)	(5,697.89)
Undistributed Participating Policyholders surplus (UPPS)	75.68	-	-	**75.68**	94.74	-	-	94.74
Change in other Liabilities	31.17	9.48	208.21	**248.86**	(1.90)	(22.50)	(16.08)	(40.48)
Gross Liability at the end of the year	**26,006.09**	**20,299.33**	**56,343.10**	**102,648.52**	**24,434.22**	**20,600.38**	**48,989.14**	**94,023.74**

57. Key disclosures related to life insurance business (Edelweiss Life Insurance Company Limited (ELI)) (Continued)

c. Investment contract liabilities without DPF are stated at fair value.

The investment contracts measured at fair value are mainly unit linked in structure and the fair value of the liability is equal to the unit reserve plus additional non-unit reserves, if required, on a fair value basis. These contracts are classified as Level 1 in the fair value hierarchy when the unit reserve is calculated as the publicly quoted unit price multiplied by the number of units in issue and any non-unit reserve is insignificant. Where the unit price is not publicly-available these contracts are classified as Level 2 in the fair value hierarchy provided the additional non-unit reserve is an insignificant input to the valuation. Where the non-unit reserve is a significant input in the valuation, the contracts are classified at Level 3 in the fair value hierarchy. The Company takes credit risk into account in assessing the fair value of the liabilities.

Investment contract liabilities without DPF are further analysed as follows:

Particulars	31 March 2026			31 March 2025		
	Linked Business	Others	Total	Linked Business	Others	Total
At the beginning of the year	**1,133.35**	**110.03**	**1,243.38**	1,052.72	111.71	1,164.43
Additions						-
Premium	**141.66**	**1.80**	**143.46**	64.70	2.60	67.30
Interest and Bonus credited to policyholders	**27.98**	**7.57**	**35.55**	104.34	7.75	112.09
Others	**0.45**	**(0.23)**	**0.22**	(0.11)	(0.33)	(0.44)
Deductions						
Withdrawals / Claims	**(50.59)**	**(1.61)**	**(52.20)**	(70.90)	(11.65)	(82.55)
Fee Income and Other Expenses	**(18.99)**	**(0.06)**	**(19.05)**	(17.40)	(0.05)	(17.45)
At the end of the year	**1,233.86**	**117.50**	**1,351.36**	**1,133.35**	**110.03**	**1,243.38**

Change in insurance contract liabilities

Particulars	31 March 2026				31 March 2025			
	With DPF	Linked Business	Others	Total	With DPF	Linked Business	Others	Total
a) Policy Liabilities (Gross)	**1,571.86**	**(301.05)**	**7,353.96**	**8,624.77**	4,656.43	464.92	8,041.55	13,162.90
b) Amount ceded in reinsurance	**(7.48)**	**(1.81)**	**(123.83)**	**(133.12)**	2.88	(3.20)	(637.23)	(637.55)
Net change in insurance contract liabilities	**1,564.38**	**(302.86)**	**7,230.13**	**8,491.65**	4,659.31	461.72	7,404.32	12,525.35

Change in Reinsurance assets

Particulars	31 March 2026	31 March 2025
Opening Reinsurance Assets	**3,911.54**	3,273.99
Premium	**407.45**	390.57
Unwinding of the Discount/Interest Credited	**925.00**	189.67
Change in Valuation for expected future benefits	**(1,437.55)**	(624.35)
Insurance Liabilities released	**238.24**	681.66
Closing Reinsurance Assets	**4,044.68**	**3,911.54**

At 31 March 2026, the ELI conducted an impairment review of the reinsurance assets and there is no impairment loss for the year.

57. Key disclosures related to life insurance business (Edelweiss Life Insurance Company Limited (ELI)) (Continued)

d. Key Assumptions

Liabilities for life insurance policies are determined by the Appointed Actuary in accordance with the IRDAI regulations and relevant actuarial practice standards & guidance notes issued by the Institute of Actuaries of India. For Unit Linked (UL) business, separate unit and non-unit reserve is maintained. The unit reserve is the current value of the assets underlying the unit funds and the non-unit reserve is kept to meet the liabilities due to the cost of insurance, expenses, commissions etc. in excess of future charges. For discontinued policies under UL products the fund is transferred to a separate discontinuance fund as per IRDAI regulations and the same has been kept as reserves. Further, for the discontinuance polices, the non-unit reserves are also kept.

The reserves/ liabilities under non-linked business is calculated using a prospective gross premium method of valuation. The reserves are established having regard to the assumptions as to future experience, including the interest rate that will be earned on premiums not yet received and future bonus rates for participating business. Assumptions as to the future bonus rates are set to be consistent with the interest rate assumptions. For participating policies, the valuation interest rate used is 6.00% (no change from last year). For non-par policies, the valuation interest rate ranges between 5.58% - 7.07% (PY 5.58% - 7.07%) for the first 5 years and 4.00% - 6.28% (PY 4.00% - 6.28%) thereafter (for annuity, 2% to 4% assumed for year greater than 50 years).

The discontinuance assumptions are based on various factors namely the actual experience, credibility of the experience, pricing assumptions, trend from actual experience and consistency from past year's assumptions. For lapsed policies, revival reserves are maintained (till the policies are within the revival year) assuming a probability of revival at 10% for non-par policies and 15% for par policies will be revived.

Mortality assumptions are set with reference to the published IALM (2012-2014) Ultimate Mortality Table. The mortality assumptions are based on various factors namely the actual experience, credibility of the experience, pricing assumptions, trend from actual experience and consistency from past year's assumptions. For annuity product, mortality rates are set with reference to the IIAM 12-15 - Indian Individual Annuitant Mortality Table (2012-15). Assumptions for morbidity and incidence of accidental death are based on terms available from reinsurers and the standard morbidity rate table CIBT 93 (Critical Illness Base Table for year 93).

Assumptions for future expenses are considered as per the file & use assumptions (which are derived from long term business plan of the Company) or similar existing product assumptions and these expenses escalated each year by 5.00% p.a. (previous year 5.00%) to allow for inflation. The best estimate fixed expense loadings have been increased by 9%, while commission rates, and other expenses, including premium related, commission related and investment related expenses, have been increased by 18%, to allow for the loss of Goods and Services Tax ("GST") input tax credits, as insurance policies have been exempted from GST. An additional reserve has been included to cover maintenance expense overrun.

Commission has been allowed for at the rates specified in the products file and use.
Further it has been ensured that for each policy the reserve is sufficient to pay the surrender value.
Under participating products, for cohorts which participate in future surplus, the Company holds mathematical reserve with an underpin of asset share.
The provisions have been made for incurred but not reported death claims (IBNR), free look reserve, unearned premium reserve of the extra premium collected etc.

Freelook Provision- If a policy is in force as of the valuation date and is later cancelled during the free-look period, it may result in a strain on the policyholder fund. This strain arises when the amount payable upon cancellation exceeds the reserves held for that policy. To mitigate potential future valuation strain from such cancellations, an additional reserve is maintained. The free-look reserve is determined by calculating the total strain across all policies eligible for free-look cancellations at the valuation date and applying a factor that reflects expected assumptions for free-look cancellations. Free look assumption has been set based on the actual cancellation experience observed by the company for all lines of business, trend of the experience in the last few years and consistency of the rate in comparison to the past year. The assumption of free look rate is set at 6% this year (previous year 6%).

For riders, both unearned premium and gross premium reserves are calculated and the higher of these two is held as reserve. For OYRGTL plan (One Year Renewable Group Term Life), the Unearned Premium Reserve is calculated as premium for the unexpired duration. In addition, the premium deficiency reserve and IBNR is also kept for OYRGTL.

Portfolio assumptions impacting net liabilities	Range	31 March 2026	31 March 2025
Mortality rates (as a % of Indian Assured Lives Mortality (2006-08))**	Max	250% (Without MAD)*	227% (Without MAD)*
	Min	32% (Without MAD)	32% (Without MAD)
Discount/ interest rates***	Max	8% (Without MAD)	8% (Without MAD)
	Min	7.25% (Without MAD)	7.25% (Without MAD)
Expense****	Max	11,880 (INFL @5%) (without MAD) 28 (INFL @ 5%) (without MAD) for micro Insurance plan	11,314 (INFL @5%) (without MAD) 22 (INFL @ 5%) (without MAD) for micro Insurance plan
	Min	352 (INFL @ 5%) (without MAD) 14 (INFL @ 5%) (without MAD) for micro Insurance plan	335 (INFL @ 5%) (without MAD) 13 (INFL @ 5%) (without MAD) for micro Insurance plan
MAD*		Mortality: Mortality: 15%	Mortality: Mortality: 15%
		Interest: 72.5 - 550 bps	Interest: 72.5 - 575 bps
		Expenses: 10%	Expenses: 10%

* Margin for Adverse Deviation (MAD) is over and above the base rate mentioned above.

** Mortality rates (excluding annuity products) are expressed as % of Indian Assured Lives Mortality (2012-14) and for annuity it is expressed as % of IIAM 12-15 - Indian Individual Annuitant Mortality Table (2012-15). Further in Annuity plans, Mortality improvement of 1% per annum till attained age of 64 and 0.5% per annum thereafter has been assumed from the current rates.

*** Under Unit linked, for unit growth rate (i.e. Investment return) weighted average growth rate of various unit funds is used.

**** The value of future expenses has been derived to allow for all the future maintenance expenses as applicable namely fixed per policy, renewal premium (0%-2%)/ commission (0%-25%) related, fund (0%-0.25%) related etc. The limits for fixed per policy expenses are as mentioned above in the table.

57. Key disclosures related to life insurance business (Edelweiss Life Insurance Company Limited (ELI)) (Continued)

e. Sensitivity Analysis

The following analysis is performed for reasonably possible movements in key assumptions with all other assumptions held constant, showing the impact on gross liabilities.

The correlation of assumptions will have a significant effect in determining the ultimate claims liabilities, but to demonstrate the impact due to changes in assumptions, assumptions had to be changed on an individual basis. It should be noted that movements in these assumptions are non–linear. The method used for deriving sensitivity information and significant assumptions made did not change from the previous year. The sensitivities are same as shared with Regulators during annual reporting.

For year ended 31 March 2026

	Gross Liability				
Sensitivity Parameters	**Insurance Contracts**			**Investment Contracts**	
	With DPF	**Linked**	**Others**	**Linked**	**Others**
Mortality increased by 10%	26,130.12	20,311.63	57,904.67	1,233.87	117.51
Mortality decreased by 10%	25,878.71	20,294.32	54,794.28	1,233.85	117.48
Lapses increased by 10%	25,935.08	20,298.34	55,901.47	1,233.86	117.49
Lapses decreased by 10%	26,077.39	20,300.44	56,810.84	1,233.86	117.49
Expenses increased by 10%	26,092.44	20,301.60	56,535.68	1,233.87	117.50
Expenses decreased by 10%	25,917.16	20,297.58	56,147.25	1,233.85	117.49
Interest Rate increased by 100 bps	24,353.16	20,297.09	48,405.97	1,233.84	117.49
Interest Rate decreased by 100 bps	27,989.62	20,302.60	67,755.53	1,233.88	117.50
Inflation Rate increased by 100 bps	26,080.28	20,301.71	56,505.12	1,233.86	117.49
Inflation Rate decreased by 100 bps	25,930.01	20,298.18	56,188.29	1,233.86	117.49

For year ended 31 March 2025

	Gross Liability				
Sensitivity Parameters	**Insurance Contracts**			**Investment Contracts**	
	With DPF	**Linked**	**Others**	**Linked**	**Others**
Mortality increased by 10%	24,455.18	20,604.02	50,455.87	1,133.35	110.05
Mortality decreased by 10%	24,419.04	20,598.57	47,524.02	1,133.35	110.00
Lapses increased by 10%	24,421.27	20,600.03	48,561.16	1,133.35	110.02
Lapses decreased by 10%	24,476.49	20,600.77	49,441.35	1,133.35	110.03
Expenses increased by 10%	24,457.52	20,601.05	49,166.47	1,133.35	110.03
Expenses decreased by 10%	24,418.68	20,599.86	48,806.56	1,133.35	110.02
Interest Rate increased by 100 bps	22,704.68	20,599.57	41,068.88	1,133.35	110.02
Interest Rate decreased by 100 bps	26,525.92	20,601.60	59,969.58	1,133.35	110.03
Inflation Rate increased by 100 bps	24,446.55	20,601.00	49,141.73	1,133.35	110.03
Inflation Rate decreased by 100 bps	24,423.49	20,600.09	48,842.83	1,133.35	110.03

Gross premiums on insurance contracts and investment contracts with DPF

	31 March 2026	**31 March 2025**
Particulars		
Life Insurance	22,213.30	20,863.22
Total Gross Premiums	**22,213.30**	**20,863.22**

Premiums ceded to reinsurers on insurance contracts and investment contracts with DPF	**31 March 2026**	**31 March 2025**
Particulars		
Life Insurance	(407.45)	(390.57)
Total premiums ceded to reinsurers	**(407.45)**	**(390.57)**
Net premium	**21,805.85**	**20,472.65**

Net benefits and claims	**31 March 2026**	**31 March 2025**
Particulars		
a. Gross benefits and claims paid		
Life insurance contracts	9,733.45	8,837.22
Investment contracts with DPF	-	-
Total gross benefits and claims paid	**9,733.45**	**8,837.22**
b. Claims ceded to reinsurers		
Life insurance contracts	(413.29)	(386.46)
Investment contracts with DPF	-	-
Total claims ceded to reinsurers	(413.29)	(386.46)
Net benefits and claims	**9,320.16**	**8,450.76**

58. Key disclosures related to General Insurance business (Zuno General Insurance Limited (ZGIL)

Contract Liability for General Insurance business
Premium earned

Gross Premium on insurance contracts

Particular	**31 March 2026**	**31 March 2025**
Gross written Premium	12,938.28	10,121.91
Change in reserve for unexpired risks	(1,648.68)	(822.60)
Gross Earned Premium (a)	**11,289.60**	**9,299.31**

Premium ceded to reinsurers on insurance contracts

Particular	**31 March 2026**	**31 March 2025**
Premium on reinsurance ceded	5,703.26	3,926.29
Change in reserve for unexpired risks	(1,021.51)	(451.95)
Premium ceded to reinsurers (b)	**4,681.75**	**3,474.34**
Total Premium Earned (net) (a - b)	**6,607.85**	**5,824.97**

Change in actuarial liability

Particular	**31 March 2026**	**31 March 2025**
Gross Claim Paid	6,241.54	5,052.06
Claims Ceded to reinsurer on Gross Claims Paid	(1,786.32)	(1,089.42)
Net Claims Paid	**4,455.22**	**3,962.64**
Change in Gross Claims Outstanding	1,299.75	679.63
Change in Cededing to reinsurer on Gross Claims Outstanding	(663.51)	(307.28)
Net Claims Outstanding	**636.24**	**372.35**
Change in Gross IBNR	1,314.14	1,025.21
Change in Cededing to reinsurer on Gross IBNR	(840.00)	(713.23)
Net IBNR	**474.14**	**311.98**
Change in Gross Premium deficiency Reserve	-	-
Change in Cededing to reinsurer on Premium deficiency Reserve	-	-
Net Premium deficiency Reserve	-	-
Change in actuarial liability	**474.14**	**311.98**

Reinsurance asset

Particular	**31 March 2026**	**31 March 2025**
Reinsurance on Insurance Contract	10,397.66	6,138.49
Gross Insurance contract liabilities	16,983.96	12,721.19
Reinsurance asset relating to Insurance contracts	(8,185.65)	(5,660.63)
Net Insurance contract liabilities	**8,798.31**	**7,060.56**

Gross Insurance contract liabilities	**31 March 2026**	**31 March 2025**
Gross Claims Outstanding	3,507.09	2,207.34
Gross IBNR	5,723.18	4,409.04
Gross Premium deficiency Reserve	-	-
Gross Reserve for unexpired risks	7,753.69	6,104.81
Gross Insurance contract liabilities	**16,983.96**	**12,721.19**

Reinsurance asset relating to Insurance contracts	**31 March 2026**	**31 March 2025**
Reinsurance of Claims Outstanding	1,731.17	1,067.66
Reinsurance of IBNR	2,755.08	1,917.08
Reinsurance of Premium deficiency Reserve	-	-
Reinsurance of Reserve for unexpired risks	3,699.40	2,677.89
Reinsurance of Insurance contract liabilities	**8,185.65**	**5,662.63**

58. Key disclosures related to General Insurance business (Zuno General Insurance Limited (ZGIL)) (Continued)

Net Insurance contract liabilities	**31 March 2026**	**31 March 2025**
Net Claims Outstanding	1,775.92	1,139.68
Net IBNR	2,968.10	2,493.95
Net Premium deficiency Reserve	-	-
Net Reserve for unexpired risks	4,054.29	3,426.92
Net Insurance contract liabilities	**8,798.31**	**7,060.55**

Reconciliation of Claims Outstanding	**31 March 2026**	**31 March 2025**
Gross Claims Outstanding at the beginning of year	2,207.34	1,527.72
Gross Change in claims reserve	1,299.75	679.62
Gross Claims Outstanding at the end of year	**3,507.09**	**2,207.34**
Reinsurance of Claims Outstanding at the beginning of year	1,067.66	760.38
Reinsurance of Change in claims reserve	663.51	307.28
Reinsurance of Claims Outstanding at the end of year	**1,731.17**	**1,067.66**
Net Claims Outstanding at the beginning of year	1,139.68	767.33
Net Change in claims reserve	636.24	372.35
Net Claims Outstanding at the end of year	**1,775.92**	**1,139.68**

Reconciliation of Incurred but not reported (IBNR)	**31 March 2026**	**31 March 2025**
Gross IBNR Outstanding at the beginning of year	4,409.04	3,383.83
Gross Change in IBNR reserve	1,314.14	1,025.21
Gross IBNR Outstanding at the end of year	**5,723.18**	**4,409.04**
Reinsurance of IBNR Outstanding at the beginning of year	1,915.69	1,201.85
Reinsurance of Change in IBNR reserve	840.00	713.23
Reinsurance of IBNR Outstanding at the end of year	**2,755.69**	**1,915.08**
Net IBNR Outstanding at the beginning of year	2,493.88	2,181.98
Net Change in IBNR reserve	474.15	311.90
Net IBNR Outstanding at the end of year	**2,968.03**	**2,493.88**

Reconciliation of Premium deficiency Reserve	**31 March 2026**	**31 March 2025**
Gross Premium deficiency Reserve Outstanding at the beginning of year	-	-
Gross Change in Premium deficiency reserve	-	-
Gross Premium deficiency Reserve Outstanding at the end of year	**-**	**-**
Reinsurance of Premium deficiency Reserve Outstanding at the beginning of year	-	-
Reinsurance of Change in Premium deficiency reserve	-	-
Reinsurance of Premium deficiency Reserve Outstanding at the end of year	-	-
Net Premium deficiency Reserve Outstanding at the beginning of year	-	-
Net Change in Premium deficiency reserve	-	-
Net Premium deficiency Reserve Outstanding at the end of year	**-**	**-**

Reserve for unexpired risks	**31 March 2026**	**31 March 2025**
Gross Reserve for unexpired risks Outstanding at the beginning of year	6,104.81	5,282.42
Gross Change in Reserve for unexpired risks reserve	1,648.88	822.39
Gross Reserve for unexpired risks Outstanding at the end of year	**7,753.69**	**6,104.81**
Reinsurance of Reserve for unexpired risks Outstanding at the beginning of year	2,677.90	2,225.95
Reinsurance of Change in Reserve for unexpired risks reserve	1,021.51	451.95
Reinsurance of Reserve for unexpired risks Outstanding at the end of year	**3,699.41**	**2,677.90**
Net Reserve for unexpired risks Outstanding at the beginning of year	3,426.91	3,056.47
Net Change in Reserve for unexpired risks reserve	627.37	370.44
Net Reserve for unexpired risks Outstanding at the end of year	**4,054.28**	**3,426.91**

58. Key disclosures related to General Insurance business (Zuno General Insurance Limited (ZGIL) (Continued)

Geographical concentration:
The ZGIL has its operation only in India.

Sensitivity Analysis to key assumptions
The following analysis is performed for reasonably possible movements in 'Ultimate Loss ratio' with all other assumptions held constant, showing the impact on gross and net liabilities, profit before tax and equity.

The correlation of assumptions will have a significant effect in determining the ultimate claims liabilities, but to demonstrate the impact due to changes in assumptions, assumptions had to be changed on an individual basis. It should be noted that movements in these assumptions are linear. The method used for deriving sensitivity information and significant assumptions made did not change from the previous year.

2025-26	**Change in Assumption**	**Increase / (Decrease) on Gross Liability**	**Increase / (Decrease) on Net Liability**	**Increase / (Decrease) on Profit Before Tax**	**Increase / (Decrease) on Equity**
Ultimate Loss Ratio	**10.00%**	**1,698.40**	**879.83**	**879.83**	**-**
Ultimate Loss Ratio	**(10.00)%**	**(1,698.40)**	**(879.83)**	**(879.83)**	**-**

2024-25	**Change in Assumption**	**Increase / (Decrease) on Gross Liability**	**Increase / (Decrease) on Net Liability**	**Increase / (Decrease) on Profit Before Tax**	**Increase / (Decrease) on Equity**
Ultimate Loss Ratio	10.00%	1,272.12	706.05	706.05	-
Ultimate Loss Ratio	(10.00)%	(1,272.12)	(706.05)	(706.05)	-

Other Additional Regulatory Information

59. Details of Benami Property held

The Group does not have any Benami property, where any proceeding has been initiated or pending against the Group for holding any Benami property.

60. Security of current assets against borrowings

The Group has borrowings from banks or financial institutions against security of current assets. Quarterly return and statements filed by the Group with lender banks or financial institutions are in agreement with the books of account of the Group, wherever applicable.

61. Wilful Defaulter

The Group is not declared as wilful defaulter by any bank or financial Institution or other lender.

62. Transactions with Struck off Companies

During the year, the Group does not have any transactions with struck off companies.

Name of the struck-off Company	Nature of transactions with struck-off Company	Relationship with the struck-off Company	Balance Outstanding as on 31 March 2025
Suraj Petroleum	Receivable	-	2.90
Shri Sham Fisheries	Receivable	-	0.40
Four Seasons Hotel	Business Promotion	-	1.28
M M Enterprise	Repairs & Maintenance	-	0.67
Glossy Creations Private Limited	Receivable	-	3.20

63. The Group is in compliance with number of layers of companies, as prescribed under clause (87) of section 2 of the Companies Act, 2013 read with the Companies (Restriction on number of Layers) Rules, 2017.

Other Additional Regulatory Information (Continued)

64. Utilisation of Borrowed funds and share premium

A) During the year, the Group 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 :

(i) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company/Group (Ultimate Beneficiaries); or
(ii) provide any guarantee, security, or the like to or on behalf of the Ultimate Beneficiaries.

(B) During the year, the Group 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:

(i) 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
(ii) provide any guarantee, security, or the like to or on behalf of the Ultimate Beneficiaries.

65. Undisclosed income

The Group does not have any transaction which is not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961).

66. Details of Crypto Currency or Virtual Currency

The Group has not traded or invested in Crypto Currency or Virtual Currency during the financial year.

67. Loans & Advances

There are no loans or advances in the nature of loans which are granted to promoters, directors, KMPs and the related parties (as defined under the Companies Act, 2013), either severally or jointly with any other person that are; (a) repayable on demand or (b) without specifying any terms or period of repayment, except below:

As at 31 March 2026

Type of Borrowers	Amount of loan or advance in the nature of loan outstanding	Aggregate amount of loans / advances in nature of loans given during the year	Percentage to the total Loans and Advances in the nature of loans
Promoters	-	-	-
Directors	-	-	-
KMPs	-	-	-

As at 31 March 2025

Type of Borrowers	Amount of loan or advance in the nature of loan outstanding	Aggregate amount of loans/ advances in nature of loans	Percentage to the total Loans and Advances in the nature of loans
Promoters	-	-	-
Directors	-	-	-
KMPs	-	3.00	-

68. During the year ended 31 March 2026, the Group had consummated the sale of 10% stake in Edelweiss Asset Management Company Limited (EAML) and Edelweiss Trusteeship Company Limited (ETCL) that are engaged in the asset management business and 5% stake to be sold subsequently as per the terms of the share purchase agreement. Accordingly, during the year ended 31 March 2026, the Group has recognized a realized gain of ₹ 2,810 million (pre-tax) and ₹ 2,410 million (post-tax) in the consolidated financial statements.

69. During the year ended 31 March 2026, the Group entered into a Shareholder Agreement (SHA) with a leading strategic investor for the sale of a 15% stake in Edelweiss Asset Management Limited (EAML) and Edelweiss Trusteeship Company Limited (ETCL). The Group assessed control over these entities in accordance with Ind AS 110. The assessment recognised that the SHA confers on the investor substantive rights over relevant activities, and as decisions on such activities require the unanimous consent of both parties, the Group determined that joint control exists in accordance with Ind AS 111. These entities are accordingly classified as jointly controlled entities and accounted for under the equity method per Ind AS 28, effective from the date of loss of control. Consequently, during the year ended 31 March 2026, the Group recognised an unrealised gain of ₹24,400 million (pre-tax) and ₹20,910 million (post-tax) in the consolidated financial statements.

70. During the year ended 31 March 2026, to further strengthen the resilience of the balance sheet of the Group, the Group had recognised a discretionary management overlay provision of ₹ 9,200 million on its discontinued Security Receipts (Purchased or Originated Credit-Impaired (POCI) loans) in the consolidated financial statements. This provision has been created after considering the global economic outlook, prevailing macro-economic conditions, and the ongoing uncertainty arising from geopolitical environment. A statistical model based on stress tested scenarios for the POCI loan portfolio, in accordance with Ind AS 109 and supported by an independent expert report, was applied in determining such management overlay provision. The management overlay provision will be reviewed and reassessed periodically based on the portfolio's performance in the future periods.

71. During the year ended 31 March 2026, the Group subsidiaries Ecap Equities Limited, Edelweiss Investment Adviser Limited and Edelweiss Rural and Corporate Services Limited had recorded conservative loan loss provisions and fair value losses on certain specific assets amounting to ₹ 4,800 million. These provisions were recognised based on revised cash flow estimates, reassessment of underlying asset quality. The evaluation also reflected updated risk assessments and prudential considerations arising from evolving market conditions.

72. Effective 1 April 2025, the Company's subsidiary i.e., EAAA Pte. Limited (Formerly known as Edelweiss Alternative Asset Advisors Pte. Limited) reassessed its functional currency due to United States Dollar (USD) becoming the primary currency for revenue and expenses. While Singapore Dollar (SGD) remains the presentation currency, the functional currency changed from SGD to USD in accordance with Ind AS 21 and has been applied prospectively. On transition, assets and liabilities were translated at the spot rate and equity at historical rates, with differences recognised in FCTR. Subsequent transactions are recorded using USD as the functional currency.

73. (i) The Government of India, vide notification dated 21 November 2025, has notified the new Labour Code, basis which the Company has reassessed its employee benefit obligations based on the revised definition of wages and expanded eligibility criteria. Accordingly, based on actuarial valuation and management estimates, the Group had recognized an incremental expense of ₹ 486.82 million for the year ended 31 March 2026 on account of past service cost in accordance with Ind AS 19 – Employee Benefits and disclosed as an exceptional item. The Company continues to monitor developments relating to the implementation of the New Labour Codes and will review its estimates and assumptions as further clarifications and Rules are notified.

(ii) During the year ended 31 March 2026, with respect to a subsidiary, Edelweiss Life Insurance Company Limited (ELIC), the recent GST exemption on individual life insurance policies under Notification No. 16/2025 Central Tax (Rate), effective 22 September 2025, led to a reassessment of accumulated Input Tax Credit. Accordingly, ELIC had created a prudential provision of ₹ 500 million, disclosed as an exceptional item. This provision does not affect the validity or the right to utilise the accumulated credits, and management remains confident of utilising them over time, supported by a renewed focus on taxable business segments such as group insurance.

74. (i) The Board of Directors at their meeting held on 30 April 2026, have recommended a final dividend of ₹ 1.50 per equity share on face value of ₹ 1 per equity share), subject to the approval of the members at the ensuing Annual General Meeting.

(ii) The Company has declared and paid the final dividend of ₹ 1.50 per equity share (on face value of ₹ 1 per equity share) for the financial year ended 31 March 2025, based on the approval of the members of the Company at the Annual General Meeting held on 26 September 2025.

75. Two investors had subscribed to Security Receipts (SRs) issued by ARC trusts as a senior class investor. These SRs relate to certain loans sold by ECL Finance Limited, a subsidiary of the Company, to the ARC trusts. EFSL and another subsidiary, Edelweiss Securities and Investments Private Limited (ESIPL), have given a put option to the investor, guaranteeing the repayment of the total agreed payout comprising the invested amount and a minimum assured return after deducting any recoveries from the underlying assets during the period. Based on management's assessment and current cash flow projections from these assets, the likelihood of any payout under the put option is considered remote. Since the Group retains the associated risks and rewards, these investments are recognized as financial assets in the consolidated financial statements, and the corresponding expected credit loss has been accounted for accordingly.

76. ECap Equities Limited (Ecap), a wholly owned subsidiary of the Company, entered into an amended agreement. Under the revised terms, if the majority investors in a specific Alternative Investment Fund (AIF) do not achieve the agreed Internal Rate of Return (IRR), Ecap is obligated to either facilitate the sale of the underlying assets to a third-party buyer or acquire the assets itself to ensure the agreed IRR is delivered. Based on the management's assessment and current estimates of cash flows from the underlying assets, the likelihood of any shortfall requiring such a payout is considered remote. Since the Group retains the associated risks and rewards, these exposures are recognized as financial assets in the consolidated financial statements, and the corresponding expected credit loss has been duly recorded.

77. The Group has complied with the Rule 3 of Companies (Accounts) Rules, 2014 amended on 05 August 2022 relating to maintenance of electronic books of account and other relevant books and papers. The Group's books of accounts and relevant books and papers are accessible in India at all times and backup of accounts and other relevant books and papers are maintained in electronic mode within India and kept in servers physically located in India on daily basis.

78. The Group has process whereby periodically all long term contract (including derivative contracts) are assessed for material foreseeable losses. At the year end, the Group has reviewed and ensured that adequate provisions as required under any law/accounting standard for material foreseeable losses on such long terms contracts (including derivative contract) has been made in the books of accounts.

79. Previous year's figures have been regrouped / reclassified to conform to current year presentation.

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

As per our report of even date attached.

For Nangia & Co. LLP
Chartered Accountants
ICAI Firms Registration Number: 002391C/N500069

Jaspreet Singh Bedi
Partner
Membership No: 601788

Mumbai, 30 April 2026

For and on behalf of the Board of Directors of
Edelweiss Financial Services Limited

Rashesh Shah
Chairman & Managing Director
DIN: 00008322

Shiva Kumar
Independent Director
DIN: 06590343

Ananya Suneja
Chief Financial Officer

Tarun Khurana
Company Secretary
Membership No: 12344

Mumbai, 30 April 2026

INDEPENDENT AUDITOR'S REPORT

To the Members of Edelweiss Financial Services Limited

Report on the Audit of the Consolidated Financial Statements

Opinion

We have audited the accompanying Consolidated Financial Statements of Edelweiss Financial Services Limited (hereinafter referred to as "the Holding Company"), its subsidiaries and its trusts (the Holding Company, its subsidiaries and its trusts together referred to as "the Group") which comprise the Consolidated Balance Sheet as at March 31, 2025, the Consolidated Statement of Profit and Loss (including other comprehensive income), the Consolidated Statement of Cash Flows and the Consolidated Statement of Changes in Equity for the year then ended, and notes to the Consolidated Financial Statements, including a summary of material accounting policies and other explanatory information (hereinafter referred to as "the Consolidated Financial Statements").

In our opinion and to the best of our information and according to the explanations given to us and based on the consideration of reports of other auditors on Separate Financial Statements and on the other financial information of the subsidiaries and trusts, the aforesaid Consolidated Financial Statements give the information required by the Companies Act, 2013, as amended ("the Act") in the manner so required and give a true and fair view in conformity with the Indian accounting standards ("Ind AS") prescribed under Section 133 of the Companies Act 2013 ("the Act") as amended and other accounting principles generally accepted in India, of the consolidated state of affairs (financial position) of the Group as at March 31, 2025, its Consolidated Profit (financial performance including Other Comprehensive Income), its Consolidated Cash Flows and the Consolidated Statement of Changes in Equity for the year ended on that date.

Basis for Opinion

We conducted our audit of the Consolidated Financial Statements in accordance with the Standards on Auditing ("SAs") specified under Section 143(10) of the Act. Our responsibilities under those Standards are further described in the 'Auditor's Responsibilities for the Audit of the Consolidated Financial Statements' section of our report. We are independent of the Group in accordance with the 'Code of Ethics' issued by the Institute of Chartered Accountants of India ("the ICAI") together with the ethical requirements that are relevant to our audit of the Consolidated Financial Statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion on the Consolidated Financial Statements.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the Consolidated Financial Statements for the financial year ended March 31, 2025. These matters were addressed in the context of our audit of the Consolidated Financial Statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. For each matter below, our description of how our audit addressed the matter is provided in that context.

We have determined the matters described below to be the key audit matters to be communicated in our report. We have fulfilled the responsibilities described in the Auditor's responsibilities for the audit of the Consolidated Financial Statements section of our report, including in relation to these matters. Accordingly, our audit included the performance of procedures designed to respond to our assessment of the risks of material misstatement of

the Consolidated Financial Statements. The results of our audit procedures performed by us and by other auditors of components not audited by us, as reported by them in their audit reports furnished to us by the management, including those procedures performed to address the matters below, provide the basis for our audit opinion on the accompanying Consolidated Financial Statements.

Key audit matters	**How our audit addressed the key audit matter**
Impairment of receivables from financing and other business (as described in note 5.6, 12, 12.1, 13, 13.2 & 55.7 of the Consolidated Financial Statements)	
The Group's impairment provision for receivables from financing business is based on the expected credit loss approach laid down under Ind AS 109. Ind AS 109 requires the Group to provide for impairment of its financial assets as at the reporting date using the expected credit loss (ECL) approach. ECL involves an estimation of probability - weighted loss on financial instruments over their life, considering reasonable and supportable information about past events, current conditions, and forecasts of future economic conditions which could impact the credit quality of the Group's financial assets (loan portfolio). In the process, a significant degree of judgement has been applied by the management for: a) Staging of financial assets (i.e. classification in 'significant increase in credit risk' ("SICR") and 'default' categories); b) Grouping of the loan portfolio under homogenous pools in order to determine probability of default on a collective basis; c) Assigning internal rating grades to customers for which external rating is not available; d) Calibrating external ratings-linked probability of default to align with past default rates; e) Applying assumptions regarding the probability of various scenarios and discounting rates for different loan products; f) Estimation of management overlay for macro-economic factors bearing a correlation with the credit quality of the loans. In view of such high degree of management's judgement involved in estimation of ECL, it is considered as a key audit matter.	The audit procedures, including those reported in the auditor's report of respective subsidiary companies, comprised the following: a) Read and assessed the Group's accounting policy for impairment of financial assets and its compliance with Ind AS 109 and the governance framework approved by the Board of Directors pursuant to Reserve Bank of India guidelines issued on March 13, 2020. b) Tested the design and operating effectiveness of the controls for staging of loans based on their past-due status. Tested samples of performing (stage 1) loans to assess whether any loss indicators were present requiring them to be classified under stage 2 or 3. c) Performed procedures to test the inputs used in the ECL computation, on a sample basis. d) Tested assumptions used by the management in determining the overlay for macro- economic factors. e) Assessed the additional considerations applied by the management for staging of loans as SICR or default categories in view of Company's policy on OTR. f) Tested the arithmetical accuracy of computation of ECL provision performed by the Company in spreadsheets. g) Read the report on ECL model reviewed by external consultant during the year.

IT systems and controls	
The reliability and security of IT systems play a key role in the financial reporting process of the Group. The Group's key financial accounting and reporting processes are highly automated, whereby any gaps in the IT control environment could result in a material misstatement of the financial accounting and reporting records. Therefore, the assessment of the general IT controls and the application controls specific to the accounting and preparation of financial information is considered to be a key audit matter.	The audit procedures assisted by our IT specialists, including those reported in the auditor's report of respective subsidiary companies, comprised the following: a) Tested the design and operating effectiveness of the Company's IT access controls over the information systems that are important to financial reporting and various interfaces, configuration and other identified application controls. b) Tested IT general controls (logical access, changes management and aspects of IT operational controls). This included testing requests for access to systems were reviewed and authorized. c) Tested the periodic review of access rights. Also tested requests of changes to systems for approval and authorization. d) In addition to the above, tested the design and operating effectiveness of certain automated controls that were considered as key internal controls. e) We have relied on SOC-2 type II report provided by vendor for oracle fusion to ensure compliance with audit trail. f) Tested the design and operating effectiveness of compensating controls in case deficiencies were identified and, where necessary, extended the scope of our substantive audit procedures.
Valuation of Investments in Security Receipts (SR) for Edelweiss Assets Reconstruction Company Limited (as described in note 5.11, 13 & 54 of the Consolidated Financial Statements)	
The fair value of SRs is determined through discounted cash flow method which involves management judgement using level 3 inputs such as projection of future cash flows and expenses. The management has involved credit rating agencies for valuation of SR. Considering the fair valuation of investments is significant to overall consolidated financial statements and the degree of management's judgment involved in the estimate, any error in the estimate could lead to	The audit procedures those reported in the auditor's report of a subsidiary company, comprised the following: a) Assessment of internal controls over measurement of fair value and evaluating the methodologies, inputs, judgments made and assumptions used by management in determining fair values. b) Evaluated rationale of the models and accounting treatment applied. Compared observable inputs against independent sources and externally available market data for sample cases.

material misstatement in the Consolidated Financial Statements. Accordingly, it is considered as a key audit matter.	c) Performed testing on a sample basis of key inputs as mentioned above to validate the reasonableness of the input values. d) Assessed disclosures included in the Financial Statements with respect to such fair valuation.
Consolidation of Trusts (as described in note 4 of the Consolidated Financial Statements)	
The Group sets up trusts to acquire stressed assets for the purpose of carrying on the activity of Securitisation and Asset Reconstruction. These Trusts issue SRs which represent the beneficial undivided right, title and interest in the assets of the respective trust to the beneficiaries. The Group acts as assets manager in respect of these trusts and consolidates and trusts which it controls. As per Ind-AS 110 Consolidated Financial Statements. the Company needs to consolidate the entity when it controls it. Control is achieved when the Company is exposed, or has rights, to variable returns from its involvement with the investee and has the ability to affect those returns through its power over the investee. To assess control various factors need to be considered based on relevant facts and circumstances. Considering the significant management judgement and estimate involved in assessing control, we have considered this a key audit matter.	The audit procedures those reported in the auditor's report of a subsidiary company, comprised the following: a) We have understood the structure of all the trusts managed by the Company and reviewed the beneficial interest, the waterfall mechanism of distribution of returns and other relevant clauses of the trust deeds. b) We have obtained and reviewed the workings made by the management to assess the variability of returns from the recovery in the trusts based on estimated recovery in the trusts. c) We have read and understood the management's policy on the assessment of the percentage of variability for the Company to be classified from agent to principal for the purpose of consolidation, in accordance with Ind AS 110. d) We have verified the consolidation of these trusts done by the Company. e) We have assessed disclosures included in the Consolidated Ind AS Financial Statements with respect to these assets in accordance with Ind AS 107 and Ind AS 110.

Valuation of Purchase or originated credit impaired assets (POCI) (as described in note 12.1 of the Consolidated Financial Statements)	
The trusts that are consolidated, have assets on their books which are impaired and accordingly in accordance with Ind AS 109 classified as purchased or originated credit impaired assets ("POCI"). The Company has POCI (net of impairment) assets amounting to Rs. 27,357.68 millions as disclosed in the Consolidated Financial Statements as at March 31, 2025. These assets are measured using projected cash flows based on management estimates of recovery and then discounted at the credit adjusted effective interest rate. Further, the management has made an assessment on each POCI asset to ascertain future recoverability	The procedures conducted by the subsidiary's auditors, as reported by them, focused on assessing the adequacy of the valuation of purchased or originated credit-impaired assets. This assessment involved undertaking the following procedures: a) For POCI assets, understood methodology applied by the management to value these assets including the key inputs in that process which included future cash flow projections and the calculation of credit adjusted effective interest rate for discounting those cash flows and tested for samples these key inputs and estimates used.

estimates. In making this assessment, the management has used several estimates, assumptions and sources of information (both internal and external), including but not limited to quality of collateral available, external credit reports, economic forecasts for future expected performance of the underlying companies etc. The assumptions and estimates used by the management may vary and actual results may differ from the estimates and assumptions. Considering the significant management estimate and judgement involved in assessing cash flows and the discount rate, we have considered this as a key audit matter.	b) Tested the operating effectiveness of the controls for collating the information for future recovery estimates and past collections records. c) Verified on a sample basis the calculation of the credit adjusted effective interest rate used for the purpose of discounting these assets. d) Verified the arithmetical accuracy of the valuation of the POCI assets using the expected cash flow and discount rate performed by the Company using spreadsheets.

Information Other than the Financial Statements and Auditor's Report thereon

The Holding Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Board report and Annual report, but does not include the Consolidated Financial Statements and our auditor's report thereon. The Board report and Annual report is expected to be made available to us after the date of this auditor's report.

Our opinion on the Consolidated 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 Consolidated Financial Statements, our responsibility is to read the other information identified above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the Consolidated Financial Statements, or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.

Management's and Board of Director's Responsibilities for the Consolidated Financial Statements

The Holding Company's Management and the Board of Directors are responsible for the preparation and presentation of these Consolidated Financial Statements in terms of the requirements of the Act that give a true and fair view of the consolidated financial position, consolidated financial performance including consolidated other comprehensive income, consolidated statement of cash flows and consolidated statement of changes in equity of the Group in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) specified under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended. The respective Management and the Board of Directors of the companies included in the Group are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Group and for preventing and detecting frauds and other irregularities; the selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the 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 Consolidated Financial Statements that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the Consolidated Financial Statements by the Management and Board of Directors of the Holding Company, as aforesaid.

In preparing the Consolidated Financial Statements, the respective Management and the Board of Directors of the entities included in the Group are responsible for assessing the ability of the Group 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 Group or to cease operations, or has no realistic alternative but to do so.

The respective Management and Board of Directors of the entities included in the Group are responsible for overseeing the financial reporting process of the Group.

Auditor's Responsibilities for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the Consolidated 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 aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these Consolidated Financial Statements.

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

- Identify and assess the risks of material misstatement of the Consolidated 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.
- Obtain an understanding of internal financial 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 Holding Company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by Management and the Board of Directors.
- Conclude on the appropriateness of Management's and the Board of Directors' 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 ability of the Group 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 Consolidated 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 Group to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the Consolidated Financial Statements, including the disclosures, and whether the Consolidated Financial Statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities within the Group of which we are the independent auditors, to express an opinion on the Consolidated Financial Statements. We are responsible for the direction, supervision and performance of the audit of the Financial Statements of such entities included in the Consolidated Financial Statements of which we are the independent auditors. For the other entities included in the Consolidated Financial Statements, which have been audited by other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion.

We communicate with those charged with governance of the Holding Company and such other entities included in the Consolidated Financial Statements of which we are the independent auditors 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 Consolidated Financial Statements for the financial year ended March 31, 2025 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

a) We did not audit the financial statements and other financial information, in respect of:

- 22 subsidiaries, whose financial statements include total assets of Rs. 347,791.82 million as at March 31, 2025 and total revenues of Rs. 51,303.72 million and net cash inflow of Rs. 16,494.54 million for the year ended on that date. These financial statement and other financial information have been audited by other auditors, those financial statements, other financial information and auditor's reports have been furnished to us by the management.

Our opinion on the Consolidated Financial Statements, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries companies, and our report in terms of sub- sections (3) of Section 143 of the Act, in so far as it relates to the aforesaid subsidiaries companies, is based solely on the report(s) of such other auditors.

b) The actuarial valuation of liabilities of Edelweiss Life Insurance Company Limited (ELIFE) (formerly known as Edelweiss Tokio Life Insurance Company Limited) for life policies in force and for policies in respect of which premium has been discontinued but liability exists as at March 31, 2025 is the responsibility of ELIFE'S Appointed Actuary ("the Appointed Actuary"). The actuarial valuation of these liabilities for life policies in force and for policies in respect of which premium has been discontinued but liability exists as at March 31, 2025 has been duly certified by the Appointed Actuary and in his opinion, the assumptions for such valuation are in accordance with Ind AS 104 "Insurance Contracts", Ind AS 109 "Financial Instruments", the guidelines and norms issued by the Insurance Regulatory and Development Authority of India ('IRDAI') and the Institute of Actuaries of India in concurrence with IRDAI. The auditors have relied upon the Appointed Actuary's certificate in this regard for forming their opinion on the valuation of liabilities for life policies in force and for policies in respect of which premium has been discontinued but liability exists in financial statement of the ELIFE.

c) The actuarial valuation of liabilities Zuno General Insurance Limited for Incurred but Not Reported and Incurred but Not Enough Reported claims of ZGIL as at March 31, 2025 is the responsibility of ZGIL's Appointed Actuary. The actuarial valuation of these liabilities has been duly certified by the ZGIL's Appointed Actuary and in his opinion, the assumptions for such valuation are in accordance with Ind AS 104 "Insurance Contracts", the guidelines and norms issued by the IRDAI and the Institute of Actuaries of India in concurrence with IRDAI. The auditors have relied on the ZGIL's Appointed Actuary's Certificate for expressing their opinion in this regard.

Our opinion on the Consolidated Financial Statements, and our report on Other Legal and Regulatory Requirements below, is not modified in respect of the above matters with respect to our reliance on the work done and the reports of the other auditors and the Financial Statements certified by the Management.

Our opinion is not modified in respect of these matters.

Report on Other Legal and Regulatory Requirements

1. 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 Act, based on our audit and on the consideration of report of the other auditors on separate financial statements and the other financial information of the subsidiary companies, incorporated in India, as noted in the 'Other Matter' paragraph we give in the "Annexure 1" a statement on the matters specified in paragraph 3(xxi) of the Order.

2. As required by Section 143(3) of the Act, based on our audit and on the consideration of report of the other auditors on separate financial statements and the other financial information of subsidiaries, as noted in the 'other matter' paragraph we report, to the extent applicable, that:

   (a) We/the other auditors whose report we have relied upon 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 of the aforesaid Consolidated Financial Statements;

   (b) In our opinion, proper books of account as required by law relating to preparation of the aforesaid Consolidated Financial Statements have been kept so far as it appears from our examination of those books and the reports of the other auditors.

   (c) The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss (including the Statement of Other Comprehensive Income), the Consolidated Statement of Cash Flow and Consolidated Statement of Changes in Equity dealt with by this Report are in agreement with the books of account maintained for the purpose of preparation of the Consolidated Financial Statements;

   (d) In our opinion, the aforesaid Consolidated Financial Statements comply with the Accounting Standards specified under Section 133 of the Act, read with Companies (Indian Accounting Standards) Rules, 2015, as amended;

   (e) On the basis of the written representation received from the directors of the Holding Company as on March 31, 2025 taken on record by the Board of Directors of the Holding Company and the reports of the statutory auditors who are appointed under Section 139 of the Act, of its subsidiary companies, none of the directors of the Group's companies, incorporated in India, is disqualified as on March 31, 2025 from being appointed as a director in terms of Section 164 (2) of the Act;

   (f) With respect to the adequacy of the internal financial controls with reference to Consolidated Financial Statements of the Holding Company and its subsidiary companies, incorporated in India, and the operating effectiveness of such controls refer to our separate Report in "Annexure 2";

   (g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of Section 197(16) of the Act, as amended, in our opinion and to the best of our information and according to the explanations given to us and based on the consideration of reports of other statutory auditors of the Subsidiaries incorporated in India, the remuneration paid by the Holding Company, its subsidiaries incorporated in India to their directors during the year is in accordance with the provisions of Section 197 of the Act.

   (h) 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) Rules, 2014, as amended, in our opinion and to the best of our information and according to the explanations given to us and based on the consideration of the report of the other auditors on separate financial statements as also the other financial information of the subsidiaries, as noted in the 'Other matter' paragraph:

i. The Consolidated Financial Statements disclose the impact of pending litigations on its Consolidated financial position of the Group in its Consolidation Financial Statements. (Refer Note 50.1 (a) to the Consolidated Financial Statements).

ii. Provision has been made in the Consolidated Financial Statements, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long-term contracts including derivative contracts. (Refer Note 78 to the Consolidated Financial Statements in respect of such items as it relates to the Group);

iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Holding Company, its subsidiaries, incorporated in India during the year ended March 31, 2025.

iv. a) The respective managements of the Holding Company and its subsidiaries which are companies incorporated in India whose financial statements have been audited under the Act have represented to us and the other auditors of such subsidiaries respectively that, to the best of its knowledge and belief as disclosed in the note 65(A) to the Consolidated Financial Statements, during the year 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 Holding Company or any of such subsidiaries 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, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the respective Holding Company or any of such subsidiaries ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

(b) The respective managements of the Holding Company and its subsidiaries and its which are companies incorporated in India whose financial statements have been audited under the Act have represented to us and the other auditors of such subsidiaries respectively that, to the best of its knowledge and belief, as disclosed in the note 65(B) to the Consolidated Financial Statements, during the year no funds have been received by the respective Holding Company or any of such subsidiaries from any persons(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Holding Company or any of such subsidiaries shall, whether, 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; and

(c) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances performed by us and that performed by the auditors of the subsidiaries which are companies incorporated in India whose financial statements have been audited under the Act, nothing has come to our or other auditors' notice that has caused us or the other auditors to believe that the representations under sub-clause (a) and (b) contain any material mis-statement.

v. The final dividend paid by the Holding Company, its subsidiaries companies incorporated in India during the year in respect of the same declared for the previous year is in accordance with section 123 of the Act to the extent it applies to payment of dividend.

As stated in note 72 to the Consolidated Financial Statements, the Board of Directors of the Holding Company have proposed final dividend for the year which is subject to the approval of the members at the respective ensuing Annual General Meeting. The dividend declared is in accordance with section 123 of the Act to the extent it applies to declaration of dividend.

vi. Based on our examination which included test checks and that performed by the respective auditors of the subsidiaries which are companies incorporated in India whose financial statements have been

audited under the Act, the Holding Company and subsidiaries have 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 operated throughout the year for all relevant transactions recorded in the software. Further, during the course of our audit we did not come across any instance of audit trail feature being tampered with and the audit trail has been preserved by the Holding Company and subsidiaries as per the statutory requirement for record retention.

Trusts incorporated in India and included in the Consolidated Financial Statements are not Companies under the Act and provision of Rule 11 (g) is not applicable to Trusts.

For Nangia & Co. LLP
Chartered Accountants
FRN: 002391C/N500069

Jaspreet Singh Bedi
Partner
Membership No.: 601788
UDIN: 25601788BMKSCW4352

Place: Mumbai
Date: May 14, 2025

Annexure 1 Referred to in Paragraph 1 Under the Heading ''Report on Other Legal and Regulatory Requirements'' of Our Report of Even Date on the Consolidated Financial Statements of Edelweiss Financial Services Limited

Based on our audit and on the consideration of report of the other auditors on separate financial statements and the other financial information of the subsidiary companies, incorporated in India, as noted in the 'Other Matter' paragraph we state that:

3(xxi) There are no qualifications or adverse remarks by the respective auditors in their report on Companies (Auditors Report) Order, 2020 of the companies included in the consolidated financial statements except for following where the respective auditor have reported unfavorable or adverse remarks in their audit report to the principal auditor.

S. No.	Name	CIN	Holding / Subsidiary	Clause number of the Caro Report which is unfavorable or adverse
1.	Edelweiss Asset Reconstruction Company Limited	U67100MH2007PLC174759	Subsidiary	iii (c) and iii (d)
2.	Nido Home Finance Limited	U65922MH2008PLC182906	Subsidiary	iii (c) and iii (d)
3.	Ecap Securities & Investments Limited	U67190TG2008PLC057122	Subsidiary	xvii
4.	Edelcap Securities Limited	U67120MH2008PLC422229	Subsidiary	xvii
5.	Ecap Equities Limited	U74900MH2008PLC287466	Subsidiary	iii (c), iii (d) and xvii
6.	Edelweiss Global Wealth Management Limited	U67100MH2007PLC353035	Subsidiary	xvii
7.	Edelweiss Investment Adviser Limited	U74140TG2008PLC120334	Subsidiary	iii (c), iii (d) and xvii
8.	Edelweiss Retail Finance Limited	U67120MH1997PLC285490	Subsidiary	iii (c) and iii(d)
9.	ECL Finance Limited	U65990MH2005PLC154854	Subsidiary	iii (c), iii(d) and xvii
10.	Edelweiss Securities and Investments Private Limited	U65990MH2009PTC344641	Subsidiary	iii (c), iii (d), ix (d) and xvii
11.	Edelweiss Rural & Corporate Services Limited	U45201TG2006PLC078157	Subsidiary	iii (c), iii (d) and xvii
12.	Comtrade Commodities Services Limited	U66990GJ1995PLC025267	Subsidiary	xvii
13.	Edel Finance Company Limited	U65920MH1989PLC053909	Subsidiary	xvii
14.	Sekura India Management Limited	U74999MH2021PLC362906	Subsidiary	xvii
15.	Edelweiss Financial Services Limited	L99999MH1995PLC094641	Holding	xvii

For Nangia & Co. LLP
Chartered Accountants
FRN: 002391C/N500069

Jaspreet Singh Bedi
Partner
Membership No.: 601788
UDIN: 25601788BMKSCW4352

Place: Mumbai
Date: May 14, 2025

Annexure 2" To the Independent Auditor's Report of Even Date on The Consolidated Financial Statements of Edelweiss Financial Services Limited

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

To the Members of Edelweiss Financial Services Limited

In conjunction with our audit of the Consolidated Financial Statements of Edelweiss Financial Services Limited (hereinafter referred to as the "Holding Company") as of and for the year ended March 31, 2025, we have audited the internal financial controls with reference to the Consolidated Financial Statements of the Holding Company and its subsidiaries (the Holding Company and its subsidiaries together referred to as "the Group"), which are companies incorporated in India, as of that date.

Management's and the Board of Director's Responsibility for Internal Financial Controls

The respective Management and Board of Directors of the companies included in the Group which are companies incorporated in India, are responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Holding 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 the respective 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 Act.

Auditor's Responsibility

Our responsibility is to express an opinion on the Holding Company's internal financial controls with reference to the Consolidated Financial Statements 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 as specified under section 143(10) of the Act, to the extent applicable to an audit of internal financial controls and both issued by ICAI. 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 with reference to these Consolidated Financial Statements 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 with reference to the Consolidated Financial Statement and their operating effectiveness. Our audit of internal financial controls with reference to the Consolidated Financial Statements included obtaining an understanding of internal financial controls with reference to the Consolidated Financial Statement, 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 judgement, 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, and the audit evidence obtained by the other auditors in terms of their reports referred to in the Other Matters paragraph below, is sufficient and appropriate to provide a basis for our audit opinion on the internal financial controls with reference to the Consolidated Financial Statements.

Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control with reference to the Consolidated Financial Statements 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 with reference to the Consolidated Financial Statements 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 authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised 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 with reference to the Consolidated Financial Statements, 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 with reference to the Consolidated Financial Statement to future periods are subject to the risk that the internal financial control with reference to the Consolidated Financial Statements 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, the Group which are companies incorporated in India, have, maintained in all material respects, adequate internal financial controls with reference to the Consolidated Financial Statements and such internal financial controls with reference to the Consolidated Financial Statements were operating effectively as at March 31, 2025, based on the internal control over financial reporting criteria established by the Holding 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 ICAI.

Other Matters

Our report under Section 143(3)(i) of the Act on the adequacy and operating effectiveness of the internal financial controls with reference to the Consolidated Financial Statements of the Holding Company, in so far as it relates to these 21 subsidiaries, is based on the corresponding reports of the auditors of such subsidiaries incorporated in India.

Our aforesaid reports under Section 143(3)(i) of the Act on the adequacy and operating effectiveness of the internal financial controls over financial reporting includes only the Company. The trust forming part of the Consolidated Financial Statements are not Companies as defined as per the Act and accordingly reporting on the adequacy and operating effectiveness of the internal control is not applicable to trusts.

For Nangia & Co. LLP
Chartered Accountants
FRN: 002391C/N500069

Jaspreet Singh Bedi
Partner
Membership No.: 601788
UDIN: 25601788BMKSCW4352

Place: Mumbai
Date: May 14, 2025

Edelweiss Financial Services Limited

Consolidated balance sheet as at 31 March 2025

CIN-L99999MH1995PLC094641

(Currency: Indian rupees in millions)

Particulars	Note No.	As at 31 March 2025	As at 31 March 2024
ASSETS			
Financial assets			
(a) Cash and cash equivalents	8	**47,228.22**	23,732.18
(b) Bank balances other than cash and cash equivalents	9	**5,178.61**	9,575.76
(c) Derivative financial instruments	10	**787.05**	1,192.41
(d) Trade receivables	11	**3,936.52**	3,575.37
(e) Loans	12	**1,22,213.04**	1,48,040.32
(f) Investments	13	**1,75,741.32**	1,84,914.75
(g) Other financial assets	14	**10,318.17**	10,962.94
Total financial assets		**3,65,402.93**	3,81,993.73
Non-financial assets			
(a) Reinsurance assets		**3,911.81**	3,273.99
(b) Current tax assets (net)		**6,799.62**	7,761.32
(c) Deferred tax assets (net)	15	**17,795.39**	15,464.78
(d) Investment property	16	**1,266.23**	1,550.67
(e) Property, plant and equipment	17	**8,757.66**	9,154.93
(f) Capital work in progress	18	**4.39**	36.55
(g) Intangible assets under development	19	**180.50**	324.65
(h) Goodwill	20	**-**	236.60
(i) Other intangible assets	17	**1,884.49**	1,424.17
(j) Right to use (ROU) assets	17	**800.63**	530.62
(k) Other non- financial assets	21	**9,421.39**	7,443.70
Total non-financial assets		**50,822.11**	47,201.98
TOTAL ASSETS		**4,16,225.04**	4,29,195.71
LIABILITIES AND EQUITY			
LIABILITIES			
Financial liabilities			
(a) Derivative financial instruments	10	**1,427.30**	1,155.83
(b) Trade payables	22		
i. total outstanding dues of micro enterprises and small enterprises		**40.67**	38.21
ii. total outstanding dues of creditors other than micro enterprises and small enterprises		**12,555.92**	16,701.66
(c) Insurance claims payable		**520.57**	373.82
(d) Debt securities	23	**1,23,604.41**	1,43,980.51
(e) Borrowings (other than debt securities)	24	**43,893.39**	47,425.55
(f) Subordinated liabilities	25	**11,247.34**	11,078.12
(g) Lease liabilities	50	**1,298.30**	1,094.83
(h) Other financial liabilities	26	**53,364.12**	52,195.96
Total financial liabilities		**2,47,952.02**	2,74,044.49
Non-financial liabilities			
(a) Current tax liabilities (net)		**915.58**	364.14
(b) Provisions	27	**662.34**	619.25
(c) Policyholders' liabilities		**96,518.10**	83,042.84
(d) Deferred tax liabilities (net)	15	**3,400.79**	2,050.94
(e) Other non-financial liabilities	28	**7,594.50**	8,581.20
Total non-financial liabilities		**1,09,091.31**	94,658.37
TOTAL LIABILITIES		**3,57,043.33**	3,68,702.86
EQUITY			
(a) Equity Share capital	29	**921.40**	898.89
(b) Other equity	30	**43,325.91**	46,724.72
Equity attributable to owners of the parent		**44,247.31**	47,623.61
Equity attributable to non-controlling interests		**14,934.40**	12,869.24
TOTAL EQUITY		**59,181.71**	60,492.85
TOTAL LIABILITIES AND EQUITY		**4,16,225.04**	4,29,195.71

The accompanying notes are an integral part of the Consolidated Financial Statements. 1 to 79

As per our report of even date attached

For Nangia & Co. LLP
Chartered Accountants
ICAI Firms Registration Number: 002391C/N500069

Jaspreet Singh Bedi
Partner
Membership No: 601788

Mumbai, 14 May 2025

For and on behalf of the Board of Directors of
Edelweiss Financial Services Limited

Rashesh Shah
Chairman & Managing Director
DIN: 00008322

Vidya Shah
Non-Executive Director
DIN : 00274831

Ananya Suneja
Chief Financial Officer

Tarun Khurana
Company Secretary
Membership No: 12344

Mumbai, 14 May 2025

Edelweiss Financial Services Limited

Consolidated statement of profit and loss for the year ended 31 March 2025

CIN-L99999MH1995PLC094641

(Currency: Indian rupees in millions)

Particulars	Note No.	For the year ended 31 March 2025	For the year ended 31 March 2024
Revenue from operations			
Interest income	31	**26,900.30**	28,323.73
Dividend Income		**893.95**	309.67
Fee and commission income	32	**11,619.08**	12,269.70
Net gain on fair value changes	33	**24,979.62**	29,266.07
Premium from insurance business (net)		**26,202.82**	22,783.09
Other operating revenue	34	**215.84**	188.24
Total revenue from operations		**90,811.61**	93,140.50
Other income	35	**4,375.53**	2,875.25
Total income		**95,187.14**	96,015.75
Expenses			
Finance costs	36	**25,370.44**	27,865.03
Impairment on financial instruments	37	**(1,749.21)**	148.55
Change in valuation of credit impaired loans		**6,819.09**	7,328.20
Employee benefits expense	38	**13,181.86**	12,431.85
Depreciation, amortisation and impairment	16 & 17	**1,471.39**	1,261.26
Change in insurance policy liability - actuarial		**12,837.32**	16,647.10
Policy benefits paid		**12,785.74**	9,652.70
Other expenses	39	**16,454.31**	16,307.06
Total expenses		**87,170.94**	91,641.75
Profit before tax		**8,016.20**	4,374.00
Tax expense:	40 & 41		
Current tax		**3,411.76**	2,151.08
Deferred tax		**(753.76)**	(3,057.55)
Profit for the year		**5,358.20**	5,280.47
Other comprehensive income / (loss)			
(A) (i) Items that will not be reclassified to profit or loss			
Re-measurements of the defined benefit liability		**29.92**	(18.15)
Fair value changes on equity/debt Instruments through other comprehensive income / (loss)		**(10,179.07)**	(15.02)
(ii) Tax relating to items that will not be reclassified to profit or loss		**488.16**	142.97
Subtotal (A)		**(9,660.99)**	109.80
(B) (i) Items that will be reclassified to profit or loss			
Fair value changes on equity/debt Instruments through other comprehensive income / (loss)		**1,893.74**	1,411.61
Exchange differences on translating the financial statements of foreign operations		**35.86**	(62.46)
(ii) Tax relating to items that will be reclassified to profit or loss		-	-
Subtotal (B)		**1,929.60**	1,349.15
Other comprehensive income / (loss) (A+B)		**(7,731.39)**	1,458.95
Total comprehensive income / (loss)		**(2,373.19)**	6,739.42
Profit for the year attributable to:			
Owners of the Company		**3,988.30**	4,207.00
Non-controlling interests		**1,369.90**	1,073.47
Total		**5,358.20**	5,280.47
Other comprehensive income / (loss) for the year attributable to:			
Owners of the Company		**(8,159.53)**	1,097.43
Non-controlling interests		**428.14**	361.52
Total		**(7,731.39)**	1,458.95
Total comprehensive income / (loss) for the year attributable to:			
Owners of the Company		**(4,171.23)**	5,304.43
Non-controlling interests		**1,798.04**	1,434.99
Total		**(2,373.19)**	6,739.42
Earnings per share (₹) (Face value ₹ 1 each)	42		
- Basic (₹)		**5.89**	4.68
- Diluted (₹)		**5.81**	4.68

The accompanying notes are an integral part of the Consolidated Financial Statements 1 to 79

As per our report of even date attached

For Nangia & Co. LLP
Chartered Accountants
ICAI Firms Registration Number: 002391C/N500069

Jaspreet Singh Bedi
Partner
Membership No: 601788

Mumbai, 14 May 2025

For and on behalf of the Board of Directors of
Edelweiss Financial Services Limited

Rashesh Shah
Chairman & Managing Director
DIN: 00008322

Vidya Shah
Non-Executive Director
DIN : 00274831

Ananya Suneja
Chief Financial Officer

Tarun Khurana
Company Secretary
Membership No: 12344

Mumbai, 14 May 2025

Edelweiss Financial Services Limited

Consolidated statement of cash flows for the year ended 31 March 2025

CIN-L99999MH1995PLC094641

(Currency: Indian rupees in millions)

	Particulars	For the year ended 31 March 2025	For the year ended 31 March 2024
A	**Cash flow from operating activities**		
	Profit / (Loss)before tax	**8,016.20**	4,374.00
	Adjustments for:		
	Depreciation, amortisation and impairment	**1,471.39**	1,261.26
	Expense on employee stock option plans and stock appreciation rights	**60.97**	13.89
	Impairment of Goodwill	**236.60**	-
	Impairment on financial instruments	**(1,749.21)**	148.55
	Change in valuation of credit impaired loans	**6,819.09**	7,328.20
	Interest on income tax refund	**(288.00)**	(234.52)
	Dividend Income	**(893.95)**	(309.67)
	(Profit) / loss on sale of property, plant and equipment	**27.00**	4.42
	Fair value (gain) / loss on financial instruments	**(27,480.74)**	(30,906.97)
	Provision for policyholders liability	**12,837.32**	16,647.10
	Finance costs	**11,360.50**	11,344.91
	Operating cash flow before working capital changes	**10,417.17**	9,671.17
	Adjustments for working capital changes:		
	Decrease / (increase) in trade receivables	**(280.64)**	310.80
	Decrease / (increase) in other financial/non financial assets	**(2,025.66)**	(2,361.70)
	Decrease / (increase) in derivative financial instruments	**676.83**	(33.30)
	Decrease / (increase) in loans	**15,742.62**	18,185.40
	Increase / (decrease) in trade payables	**(4,143.28)**	2,617.70
	Increase / (decrease) in insurance claim payable	**146.84**	(136.00)
	Increase / (decrease) in other financial liabilities	**1,822.06**	(227.40)
	Increase / (decrease) in provisions	**73.01**	(23.00)
	Increase / (decrease) in provision for policyholders' liabilities	**637.95**	260.60
	Increase / (decrease) in other non-financial liabilities	**(986.86)**	2,075.40
	Cash generated from / (used in) operations	**22,080.04**	30,339.67
	Income taxes paid (net of refund)	**(1,562.50)**	(1,403.90)
	Net cash generated from / (used in) operating activities - A	**20,517.54**	28,935.77
B	**Cash flow from investing activities**		
	(Purchase) / sale of property, plant and equipment and intangibles[1]	**(1,655.23)**	(875.80)
	(Purchase) / sale of investment property[1]	**284.54**	271.40
	(Purchase) / sale of investments[1]	**33,338.87**	(4,477.38)
	Dividend on investments	**893.95**	309.67
	(Investment) / maturity of bank deposits[1]	**4,397.22**	(43.70)
	Net cash generated from / (used in) investing activities - B	**37,259.35**	(4,815.81)
C	**Cash flow from financing activities**		
	Proceeds from exercise of stock options (including premium and share application money)	**50.94**	2.76
	Proceeds from sale of shares held by Employee Welfare Trust	**2,439.90**	-
	Proceeds / (repayment) from debt securities[1]	**(20,376.10)**	(10,049.83)
	Proceeds / (repayment) from borrowings (other than debt securities)[1]	**(3,532.16)**	(2,537.72)
	Proceeds / (repayment) from subordinated liabilities[1]	**169.22**	(2,288.75)
	Dividend paid	**(1,375.40)**	(1,403.59)
	Lease payment	**(37.76)**	(41.59)
	Effect of change in group interests	**(245.95)**	-
	Finance cost paid	**(11,322.74)**	(11,303.26)
	Proceeds/(repayment) on ESOP/SAR charge/(reversal)	**(50.80)**	(224.40)
	Net cash generated from / (used in) financing activities - C	**(34,280.85)**	(27,846.38)
	Net increase in cash and cash equivalents (A+B+C)	**23,496.04**	(3,726.42)
	Cash and cash equivalents as at the beginning of the year	**23,732.18**	27,458.60
	Cash and cash equivalents as at the end of the year	**47,228.22**	23,732.18

[1] Net figures have been reported on account of volume of transactions.

Consolidated statement of cash flows for the year ended 31 March 2025 (Continued)

CIN-L99999MH1995PLC094641

(Currency: Indian rupees in millions)

Notes:

1. Cash receipts and payments for transaction in which the turnover is quick, the amounts are large, and the maturities are short are presented on net basis in accordance with Ind AS 7 Statement of Cash Flows.

2. Cash Flow Statement has been prepared under the indirect method as set out in Ind AS 7 prescribed under the Companies (Indian Accounting Standards) Rules, 2015 under the Companies Act, 2013.

3. Net cash generated from/(used in) operating activities includes interest received ₹ 26,900.30 million (Previous year ₹ 28,323.73 million) and interest paid ₹ 14,009.94 million (Previous year ₹ 16,520.12 million).

4. Refer note 49 for changes in liabilities arising from financing activities.

5. Components of cash and cash equivalents

Particulars	As at 31 March 2025	As at 31 March 2024
Cash in hand	**32.32**	37.85
Cheques in hand	**394.71**	353.94
Balances with banks:		
-in Current accounts	**29,512.92**	16,849.10
-in fixed deposits with original maturity less than 3 months	**17,288.27**	6,491.29
Total	**47,228.22**	23,732.18

The accompanying notes are an integral part of the Consolidated Financial Statements. 1 to 79

As per our report of even date attached

For Nangia & Co. LLP
Chartered Accountants
ICAI Firms Registration Number: 002391C/N500069

For and on behalf of the Board of Directors of
Edelweiss Financial Services Limited

Jaspreet Singh Bedi
Partner
Membership No: 601788

Rashesh Shah
Chairman & Managing Director
DIN: 00008322

Vidya Shah
Non-Executive Director
DIN : 00274831

Ananya Suneja
Chief Financial Officer

Tarun Khurana
Company Secretary
Membership No: 12344

Mumbai, 14 May 2025

Mumbai, 14 May 2025

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Edelweiss Financial Services Limited

Consolidated Statement of changes in equity

CIN-L99999MH1995PLC094641

(Currency : Indian rupees in millions)

A Equity share capital

Particulars	As at 31 March 2025	As at 31 March 2024
Balance at the beginning of the year	**898.89**	898.38
Changes in Equity Share Capital due to prior period errors	-	-
Restated balance at the beginning of the current year	**898.89**	898.38
Changes in equity share capital during the year on account of allotment of shares	22.51	0.51
Balance at the end of the year	**921.40**	898.89

Refer note 29 for detailed quantitative information including investors holding more than 5% of equity share capital.

B Other equity

Particulars	Share application money pending allotment	Reserves and Surplus										Other Comprehensive Income			Total attributable to owners of the parent	Non-Controlling Interest	Total
		Capital Reserve	Capital Redemption Reserve	Securities Premium	Employee Stock Options Plan (ESOP) reserve/Stock appreciation rights (SAR)	Special Reserve under section 45-IC of the Reserve Bank of India Act, 1934	Reserve under section 29C of the National Housing Bank Act, 1987	General reserve	Debenture redemption reserve	Impairment Reserve	Retained earnings	Exchange differences on translating the financial statements of a foreign operation	Revaluation Reserve through Other Comprehensive Income	Fair value changes on equity/debt Instruments through Other Comprehensive Income			
Balance as at 01 April 2023	**-**	**8,026.45**	**287.87**	**29,582.57**	**698.72**	**7,463.98**	**607.55**	**717.15**	**3,074.01**	**2,342.26**	**11,628.26**	**120.52**	**3,625.19**	**(1,631.79)**	**66,542.74**	**11,021.19**	**77,563.93**
Profit or loss	-	-	-	-	-	-	-	-	-	-	4,207.00	-	-	-	4,207.00	1,073.47	5,280.47
Changes in accounting policy or prior period errors	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other comprehensive income	-	-	-	-	-	-	-	-	-	-	(16.17)	(62.47)	-	1,176.07	1,097.43	361.52	1,458.95
Total Comprehensive Income for the year	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**4,190.83**	**(62.47)**	**-**	**1,176.07**	**5,304.43**	**1,434.99**	**6,739.42**
Dividends to equity shareholders	-	-	-	-	-	-	-	-	-	-	(1,110.47)	-	-	-	(1,110.47)	-	(1,110.47)
Transfers to securities premium on exercise of ESOP & SAR	-	-	-	24.65	(24.65)	-	-	-	-	-	-	-	-	-	-	-	-
Issue of equity instruments on ESOP & SAR	(17.14)	-	-	16.63	-	-	-	-	-	-	-	-	-	-	(0.51)	-	(0.51)
Share application money received	19.39	-	-	-	-	-	-	-	-	-	-	-	-	-	19.39	-	19.39
ESOP charge	-	-	-	-	9.60	-	-	-	-	-	-	-	-	-	9.60	-	9.60
SAR charge	-	-	-	-	36.42	-	-	-	-	-	-	-	-	-	36.42	-	36.42
Reversal on account of lapses of ESOP & SAR	-	-	-	-	(348.03)	-	-	-	-	-	-	-	-	-	(348.03)	-	(348.03)
ESOP & SAR charges transferred to reserves	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfer Under 45-IC of the Reserve Bank of India Act, 1934	-	-	-	-	-	482.62	-	-	-	-	(482.62)	-	-	-	-	-	-
Transfer Under 29C of the National Housing Bank Act, 1987	-	-	-	-	-	-	38.60	-	-	-	(38.60)	-	-	-	-	-	-
Transfer under Impairment reserve	-	-	-	-	-	-	-	-	-	(125.41)	125.41	-	-	-	-	-	-
Transfer under Debenture Redemption Reserve	-	-	-	-	-	-	-	-	(386.00)	-	386.00	-	-	-	-	-	-
Transfer under Revaluation Reserve	-	-	-	-	-	-	-	-	-	-	257.02	-	(257.02)	-	-	-	-
Transfer under Capital Redemption Reserve	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
On account of Demerger	-	-	-	-	-	-	-	-	-	-	(23,531.81)	-	-	-	(23,531.81)	-	(23,531.81)
Effect of changes in group's interest	-	-	-	-	-	-	-	-	-	-	(170.85)	(26.19)	-	-	(197.04)	413.06	216.02
Balance as at 31 March 2024	**2.25**	**8,026.45**	**287.87**	**29,623.85**	**372.06**	**7,946.60**	**646.15**	**717.15**	**2,688.01**	**2,216.85**	**(8,746.83)**	**31.86**	**3,368.17**	**(455.72)**	**46,724.72**	**12,869.24**	**59,593.96**
Profit or loss	-	-	-	-	-	-	-	-	-	-	3,988.30	-	-	-	3,988.30	1,369.90	5,358.20
Changes in accounting policy or prior period errors	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other comprehensive income	-	-	-	-	-	-	-	-	-	-	25.46	35.86	-	(8,220.85)	(8,159.53)	428.14	(7,731.39)
Total Comprehensive Income for the year	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**4,013.76**	**35.86**	**-**	**(8,220.85)**	**(4,171.23)**	**1,798.04**	**(2,373.19)**
Dividends to equity shareholders	-	-	-	-	-	-	-	-	-	-	(1,375.40)	-	-	-	(1,375.40)	-	(1,375.40)
Transfers to securities premium on exercise of ESOP & SAR	-	-	-	105.15	(105.15)	-	-	-	-	-	-	-	-	-	-	-	-
Issue of equity instruments on ESOP & SAR	(52.84)	-	-	50.80	-	-	-	-	-	-	-	-	-	-	(2.04)	-	(2.04)
Share application money received	50.94	-	-	-	-	-	-	-	-	-	-	-	-	-	50.94	-	50.94
ESOP charge	-	-	-	-	1.80	-	-	-	-	-	-	-	-	-	1.80	-	1.80
SAR charge	-	-	-	-	55.65	-	-	-	-	-	-	-	-	-	55.65	-	55.65
Reversal on account of lapses of ESOP & SAR	-	-	-	-	(62.07)	-	-	-	-	-	-	-	-	-	(62.07)	-	(62.07)
ESOP & SAR charges transferred to reserves	-	-	-	-	(38.01)	-	-	-	-	-	-	-	-	-	(38.01)	-	(38.01)
On account of Grant	-	-	-	-	26.79	-	-	-	-	-	-	-	-	-	26.79	-	26.79
Transfer Under 45-IC of the Reserve Bank of India Act, 1934	-	-	-	-	-	(52.70)	-	-	-	-	52.70	-	-	-	-	-	-
Transfer Under 29C of the National Housing Bank Act, 1987	-	-	-	-	-	-	38.77	-	-	-	(38.77)	-	-	-	-	-	-
Transfer under Impairment reserve	-	-	-	-	-	-	-	-	-	378.26	(378.26)	-	-	-	-	-	-
Transfer under Debenture Redemption Reserve	-	-	-	-	-	-	-	-	88.99	-	(88.99)	-	-	-	-	-	-
Transfer under Revaluation Reserve	-	-	-	-	-	-	-	-	-	-	263.50	-	(263.50)	-	-	-	-
Transfer under Capital Redemption Reserve	-	-	26.39	-	-	-	-	-	-	-	(26.39)	-	-	-	-	-	-
On account of sale of shares held by Employee Welfare Trust	-	-	-	773.41	-	-	-	-	-	-	1,644.91	-	-	-	2,418.32	-	2,418.32
Effect of changes in group's interest	-	26.27	-	-	-	-	-	-	-	-	(343.90)	(0.62)	-	14.69	(303.56)	267.12	(36.44)
Balance as at 31 March 2025	**0.35**	**8,052.72**	**314.26**	**30,553.21**	**251.07**	**7,893.90**	**684.92**	**717.15**	**2,777.00**	**2,595.11**	**(5,023.67)**	**67.10**	**3,104.67**	**(8,661.88)**	**43,325.91**	**14,934.40**	**58,260.31**

Refer note 30 for information on nature of reserves maintained at Group level.

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Edelweiss Financial Services Limited

Consolidated Statement of changes in equity (Continued)

CIN-L99999MH1995PLC094641

(Currency : Indian rupees in millions)

Notes:

1 Edelweiss Employees' Welfare Trust and Edelweiss Employees' Incentive and Welfare Trust are extension of Edelweiss Financial Services Limited standalone financial statements and have been accordingly carried forward in consolidated financial statements. These trusts are holding 2,44,30,780 (Previous year 44,896,780) number of equity shares amounting to ₹ 24.43 million (Previous year ₹ 44.90 million). These are deducted from total outstanding equity shares.

2 The above two Employee Welfare Trust(s) hold an aggregate 2,44,30,780 (Previous year 44,896,780) equity shares of the Company for incentive and welfare benefits for group employees as per extant applicable SEBI regulations. Pursuant to the exercise of right available under Regulation 29 of SEBI (Share Based Employee Benefits) Regulations, 2014, the Company has applied before the expiry date of 27 October 2019 for extension of the time limit for disposing of aforesaid equity shares. The said application is under consideration and approval for extension from SEBI is awaited as at date.

The accompanying notes are an integral part of the Consolidated Financial Statements. 1 to 79

As per our report of even date attached.

For Nangia & Co. LLP
Chartered Accountants
ICAI Firms Registration Number: 002391C/N500069

Jaspreet Singh Bedi
Partner
Membership No: 601788

Mumbai, 14 May 2025

For and on behalf of the Board of Directors of
Edelweiss Financial Services Limited

Rashesh Shah
Chairman & Managing Director
DIN: 00008322

Vidya Shah
Non-Executive Director
DIN : 00274831

Ananya Suneja
Chief Financial Officer

Tarun Khurana
Company Secretary
Membership No: 12344

Mumbai, 14 May 2025

Edelweiss Financial Services Limited
Notes to the consolidated financial statements

1. Background

Edelweiss Financial Services Limited (the Holding Company), Public Limited company domiciled in India, and incorporated on 21st November 1995 under the provision of Companies Act, 1956. The shares of the Holding Company are listed on Bombay Stock Exchange (BSE) and National Stock Exchange (NSE), India. The Holding Company is principally engaged in providing investment banking services and holding company activities comprising of development, managerial and financial support to the business of Edelweiss group entities. The Holding Company has its registered office at Edelweiss House, Off C.S.T. Road, Kalina, Mumbai, India.

Material accounting policies

2. Basis of preparation of consolidated financial statements

The consolidated financial statements relate to Edelweiss Financial Services Limited ('the Holding Company') and its subsidiaries, consolidating trusts (together 'the Group') and associates. The Group offers wide suite of financial services products to retail and institutional customers. Group is primarily engaged in (a) Alternatives (b) Capital business which includes lending business and investment activities, (c) Insurance business which includes Life insurance and General insurance business (d) Asset reconstruction business (e) Mutual Fund and (e) Other business which includes custodian and CSR activities.

The consolidated financial statements of the been prepared in accordance with the Indian Accounting Standards ('Ind AS') as per the Companies (Indian Accounting Standards) Rules, 2015, as amended by the Companies (Indian Accounting Standards) Rules, 2016, notified under Section 133 of the Companies Act, 2013 ('the Act'), other relevant provisions of the Act and other accounting principles generally accepted in India. These consolidated financial statements have been approved for issue by the Board of Directors of the Holding Company on 14 May 2025.

These consolidated financial statements have been prepared on a historical cost basis, except for entities under liquidation/ dissolution and certain financial instruments such as financial asset measured at fair value through other comprehensive income (FVOCI) instruments, derivative financial instruments, fair value through Profit or Loss and other financial assets held for trading, certain property plant and equipment which have been measured at fair value. The consolidated financial statements are presented in Indian Rupees (INR) and all values are rounded to the nearest million, except when otherwise indicated.

These consolidated financial statements are prepared on a going concern basis in accordance with the Ind AS 1. The management is in view that the Company shall be able to continue its business for the foreseeable future and no material uncertainty exists that may cast significant doubt on the going concern assumption.

3. Presentation of financial statements

The Group prepares and presents its balance sheet in order of liquidity in compliance with the Division III of the Schedule III to the Companies Act, 2013.

4. Basis of consolidation:

The Consolidated Financial Statements are prepared in accordance with Ind AS 110 – Consolidated Financial Statements Ind AS -110 notified under Section 133 of the Act . The consolidated financial statements incorporate the financial statements of the Holding Company and all its subsidiaries as at 31 March2025 including any controlled structured entities, being the entities that it controls. Control is met when the Group is exposed, or has rights, to variable returns from its involvement with the investee and has the ability to affect those returns through its power over the investee. Generally, there is a presumption that a majority of voting rights result in control.

Basis of consolidation (Continued)

To support this presumption and when the Group has less than a majority of the voting or similar rights of an investee, the Group considers all relevant facts and circumstances in assessing whether it has power over an investee, including:

- The contractual arrangement with the other vote holders of the investee
- Rights arising from other contractual arrangements
- The Group's voting rights and potential voting rights
- The size of the Group's holding of voting rights relative to the size and dispersion of the holdings of the other voting rights holders

Consolidation of a subsidiary begins when the Group obtains control over the subsidiary. In the event of any change in one or more of the three elements of control, the Group reassess nature of control and stops consolidation if it concludes that the Group has lost the control over the subsidiary. Assets, liabilities, income and expenses of a subsidiary acquired or disposed of during the year are included in the consolidated financial statements from the date the Group gains control until the date the Group ceases to control the subsidiary.

Consolidated financial statements are prepared using uniform accounting policies for like transactions and other events in similar circumstances. If a member of the Group uses accounting policies other than those adopted in the consolidated financial statements for like transactions and events in similar circumstances, appropriate adjustments are made to that Group member's financial statements in preparing the consolidated financial statements to ensure conformity with the Group's accounting policies. No subsidiaries, associates and consolidated structure entities have followed different accounting policies than those followed by the Group for the preparation of these consolidated financial statements.

Consolidation procedure:

a. Combine like items of assets, liabilities, equity, income, expenses and cash flows of the parent with those of its subsidiaries. For this purpose, income and expenses of the subsidiary are based on the amounts of the assets and liabilities recognised in the consolidated financial statements at the acquisition date.

b. Offset (eliminate) the carrying amount of the parent's investment in each subsidiary and the parent's portion of equity of each subsidiary. Business combinations policy explains how to account for any related goodwill.

c. Eliminate in full intragroup assets and liabilities, equity, income, expenses and cash flows relating to transactions between entities of the Group (profits or losses resulting from intragroup transactions that are recognised in assets, are eliminated in full). Income Taxes applies to temporary differences that arise from the elimination of profits and losses resulting from intragroup transactions.

   Profit or loss and each component of Other Comprehensive Income (OCI) are attributed to the equity holders of the parent of the Group and to the non-controlling interests, even if this results in the non-controlling interests having a deficit balance.

A change in the ownership interest of a subsidiary, without loss of control, is accounted for as an equity transaction. With respect to put options granted by the Group to the holders of non-controlling interests in a subsidiary, where the Group does not have a present ownership interest in the shares subject to put, till the put remains unexercised, non-controlling continues to be recognised including allocation of profit or loss, other comprehensive income and other changes in equity of the subsidiary. However, at each reporting date, the non-controlling interest is derecognised as if it were acquired at that date and a financial liability is recognised and measured at its fair value. The difference between these two amounts is recognised as an equity transaction and attributed to owners of the parent.
Given the level of judgement required regarding consolidation of structured entities, these considerations are described further in the significant accounting judgements.

Basis of consolidation (Continued)

The financial statements of all subsidiaries incorporated outside India are converted on the following basis: (a) Income and expenses are converted at the average rate of exchange applicable for the period/year and (b) All assets and liabilities are translated at the closing rate as on the Balance Sheet date. The exchange difference arising out of period/year end translation is debited or credited as "Exchange differences on translating the financial statements of a foreign operation" forming part of Other Comprehensive Income and accumulated as a separate component of other equity.

Investment in associates:

An associate is an entity over which the Group has the significant influence/power to participate in the financial and operating policy decision of the investee, but it's not control or joint control over those policies.

The Group's investments in its associate is accounted for using the equity method. Under the equity method, the investment in an associate is initially recognised at cost. The carrying amount of the investment is adjusted to recognise changes in the Group's share of net assets of the associate since the acquisition date. The Statement of Profit and Loss reflects the Group's share of the results of operations of the associate. Any change in OCI of those investees is presented as part of the Group's OCI. In addition, when there has been a change recognised directly in the equity of the associate, the Group recognises its share of any changes, when applicable, in the Statement of Changes in Equity. Unrealised gains and losses resulting from transactions between the Group and the associate are eliminated to the extent of the interest in the associate.

5. Material accounting policies

This note provides the material accounting policies adopted in the preparation of these consolidated financial statements. These policies have been consistently applied to all the years presented, unless otherwise stated

5.1. Recognition of Interest, Dividend income and Donation income

Interest Income

Interest income is recorded using the effective interest rate (EIR) method for all financial instruments measured at amortised cost and debt instrument measured at FVOCI. The EIR is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to the gross carrying amount of the financial asset.

The EIR is calculated by taking into account any discount or premium on acquisition, fees and costs attributable to acquisition of a financial instrument Hence, it recognises the effect of potentially different interest rates charged at various stages, and other characteristics of the product life cycle (including prepayments, penalty interest and charges).

If expectations regarding the cash flows on the financial asset are revised for reasons other than credit risk, the adjustment is booked as modification gain/loss to the carrying amount of the asset in the balance sheet with an increase or reduction in interest income.

When a financial asset becomes credit-impaired and is, therefore, regarded as 'Stage 3', the Group calculates interest income by applying the effective interest rate to the amortised cost net of impairment loss of the financial asset. If the financial assets cures and is no longer credit-impaired, the Group reverts to calculating interest income on a gross basis. For purchased or originated credit-impaired (POCI) financial assets, the Group calculates interest income by calculating the credit- adjusted EIR and applying that rate to the amortised cost of the asset. The credit-adjusted EIR is the interest rate that, at original recognition, discounts the estimated future cash flows (including credit losses) to the amortised cost of the POCI assets.

Interest on financial assets subsequently measured at fair value through profit or loss (FVTPL) is recognised at the contractual rate of interest.

Material accounting policies (Continued)

Dividend Income

Dividend income is recognised in profit or loss when the Group's right to receive payment of the dividend is established, it is probable that the economic benefits associated with the dividend will flow to the entity, and the amount of the dividend can be measured reliably.

Donation/grants received

General donations are recognised as income in the year of receipt in the statement of profit and loss. Amount received with a specific direction from donors towards a particular project for more than a financial year is recognized as income, only to the extent of cost incurred in that financial year and balance is recorded as liability. Amounts received with a specific direction from donors that such amounts shall from a part of Corpus of the Foundation are credited as Corpus Fund and disclosed as a liability in the Balance Sheet.

5.2 Financial Instruments

5.2.1 Date of recognition

Financial assets and financial liabilities, with the exception of debt securities and borrowings are initially recognised on the trade date, i.e., the date that the Group becomes a party to the contractual provisions of the instrument. This includes regular way trades: purchases or sales of financial assets that require delivery of assets within the time frame generally established by regulation or convention in the marketplace. The Group recognises borrowings when funds are available for utilisation to the Group.

5.2.2 Initial measurement of financial instruments

Financial assets and financial liabilities are initially measured at fair value. Trade receivables are measured at transaction price. 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 of the financial assets or financial liabilities, as appropriate, on initial recognition. Transaction costs directly attributable to the acquisition of financial assets or financial liabilities at fair value through profit or loss are recognised immediately in profit or loss.

5.2.3 Day 1 profit or loss

When the transaction price of the financial instrument differs from the fair value at origination and the fair value is based on a valuation technique using only inputs observable in market transactions, the Group recognises the difference between the transaction price and fair value in net gain on fair value changes. In those cases where fair value is based on models for which some of the inputs are not observable, the difference between the transaction price and the fair value is deferred and is only recognised in profit or loss when the inputs become observable, or when the instrument is derecognised.

Material accounting policies (Continued)

5.3 Classification of financial instruments

5.3.1 Financial assets:

The Group classifies all its financial assets based on the business model for managing the assets and the asset's contractual Terms. Financial Assets are measured at either:

- Amortised cost; or
- Fair value through other comprehensive income [FVOCI]; or
- Fair value through profit or loss [FVTPL]

The Group measures debt financial assets that meet the following conditions at amortised cost:

- the financial asset is held within a business model whose objective is to hold financial assets in order 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 on the principal amount outstanding

Debt financial instruments that meet the following conditions are subsequently measured at fair value through other comprehensive income (except for debt instruments that are designated as at fair value through profit or loss on initial recognition):

- the financial asset is held within a business model whose objective is achieved both by collecting contractual cash flows and selling the financial assets; and
- the contractual terms of the financial asset give rise on specified dates to cashflows that are solely payments of principal and interest on the principal amount outstanding.

All other financial assets are initially measured at fair value and subsequently measured at FVTPL.

5.3.1.1 Amortised cost and Effective interest method

The amortised cost of a financial asset is the amount at which the financial asset is measured at initial recognition minus the principal repayments, plus the cumulative amortisation using the effective interest method of any difference between that initial amount and the maturity amount. On the other hand, the net gross carrying amount of a financial asset is the amortised cost of a financial asset after adjusting for any loss allowance.

5.3.1.2 Financial assets held for trading

The Group classifies financial assets as held for trading when they have been purchased or issued primarily for short-term profit making through trading activities or form part of a portfolio of financial instruments that are managed together, for which there is evidence of pattern of short-term profit taking. Held-for- trading assets are recorded and measured in the balance sheet at fair value. Such Financial assets are designated at FVTPL.

5.3.1.3 Financial asset measured at FVOCI

Unrealised gains or losses on debt instruments measured at FVOCI are recognised in other comprehensive income, and on derecognition of such instrument accumulated gains or losses are recycled to profit and loss statement. Interest income on such instrument is recognised in profit and loss statements using EIR method.

Material accounting policies (Continued)

5.3.1.4 Investment in equity instruments

The Group subsequently measures all equity investments at fair value through profit or loss, unless the management has elected to irrevocably classify some of its strategic equity investments to be measured at FVOCI. Such classification is determined on an instrument- by-instrument basis.

5.3.2 Financial liabilities

All financial liabilities are measured at amortised cost except loan commitments, financial guarantees, and derivative financial liabilities.

5.3.2.1 Debt securities and other borrowed funds

After initial measurement, debt issued and other borrowed funds are subsequently measured at amortised cost. Amortised cost is calculated by taking into account any discount or premium on issue funds, and costs that are an integral part of the instrument.

The Group issues certain non-convertible debentures, the return of which is linked to performance of specified indices over the period of the debenture. Such debentures have a component of an embedded derivative which is separated from the instrument on initial recognition and fair valued at reporting date. The resultant 'net unrealised loss or gain' on the fair valuation of these embedded derivatives is recognised in the statement of profit and loss. The debt component of such debentures is measured at amortised cost using yield to maturity basis.

5.3.2.2 Financial assets and financial liabilities at fair value through profit or loss

Financial assets and financial liabilities in this category are those that are not held for trading and have been either designated by management upon initial recognition or are mandatorily required to be measured at fair value. An individual instrument is designated at FVTPL upon initial recognition only when one of the following criterias are met.

- The designation eliminates, or significantly reduces, the inconsistent treatment that would otherwise arise from measuring the assets or liabilities or recognising gains or losses on them on a different basis; or
- The liabilities are part of a group of financial liabilities, which are managed and their performance evaluated on a fair value basis, in accordance with a documented risk management or investment strategy; or
- The liabilities containing one or more embedded derivatives, unless they do not significantly modify the cash flows that would otherwise be required by the contract, or it is clear with little or no analysis when a similar instrument is first considered that separation of the embedded derivative(s) is prohibited.

Financial assets and financial liabilities measured at FVTPL are recorded in the balance sheet at fair value and any changes in fair value are recorded in profit and loss with the exception of movements in fair value of liabilities designated at FVTPL due to changes in the Company's own credit risk. Such changes in fair value are recorded in the Own credit reserve through OCI and do not get recycled to the profit or loss .Interest earned or incurred on instruments designated at FVTPL is accrued in interest income or finance cost, as the case may be, using the EIR, taking into account any discount/ premium and qualifying transaction costs being an integral part of instrument. Interest earned on assets mandatorily required to be measured at FVTPL is recorded using contractual interest rate.

Material accounting policies (Continued)

5.3.2.3 Financial guarantee:

Financial guarantees are contracts that require the Group to make specified payments to reimburse to holder for loss that it incurs because a specified debtor fails to make payment when it is due in accordance with the terms of a debt instrument.

Financial guarantee issued or commitments to provide a loan at below market interest rate are initially measured at fair value and the initial fair value is amortised over the life of the guarantee or the commitment. Subsequently they are measured at higher of this amortised amount and the amount of loss allowance.

5.3.2.4 Loan commitment

Undrawn loan commitments are commitments under which, the Group is required to provide a loan with pre-specified terms to the customer during the duration of commitment.

5.3.3 Financial liabilities and equity instruments

Financial instruments issued by the group are classified as either financial liabilities or as equity in accordance with the substance of the contractual arrangements and the definitions of a financial liability and an equity instrument.

An equity instrument is any contract that evidences a residual interest in the assets of an entity after deducting all of its liabilities. Equity instruments issued by a group entity are recognised at the proceeds received, net of direct issue costs.

Repurchase of the Group's own equity instruments is recognised and deducted directly in equity. No gain or loss is recognised in profit or loss on the purchase, sale, issue or cancellation of the Group's own equity instruments.

Derivatives

The Group enters into a variety of derivative financial instruments to manage its exposure to interest rate and foreign exchange rate risks, including foreign exchange forward contracts and interest rate swaps.

A derivative is a financial instrument or other contract with all three of the following characteristics:

- Its value changes in response to the change in a specified interest rate, financial instrument price, commodity price, foreign exchange rate, index of prices or rates, credit rating or credit index, or other variable, provided that, in the case of a non- financial variable, it is not specific to a party to the contract (i.e., the 'underlying').
- It requires no initial net investment or an initial net investment that is smaller than would be required for other types of contracts expected to have a similar response to changes in market factors.
- It is settled at a future date.

The Group issues non-convertible debentures, the return of which is linked to performance of specified indices over the period of the debenture. Group enters into derivative contracts to effectively mitigate the risk on such exposure by either minimising the loss or earn a minimum committed income (say for example purchased call and put options) with a wide range of strike prices. This risk mitigation plan has been approved by the risk committee.
Derivatives are initially recognised at fair value and are subsequently re-measured at fair value and the resulting gain or loss is recognised in profit or loss immediately.

Embedded derivatives

An embedded derivative is a component of a hybrid instrument that also includes a non-derivative host contract with the effect that some of the cash flows of the combined instrument vary in a way similar to a standalone derivative An embedded derivative causes some or all of the cash flows that otherwise would be required by the contract to be modified according to a specified interest rate, foreign exchange rate, or other variable, provided that, in the case of a non-financial variable, it is not specific to a party to the contract.

Material accounting policies (Continued)

Derivatives embedded in all other host contracts are accounted for as separate derivatives and recorded at fair value if their economic characteristics and risks are not closely related to those of the host contracts and the host contracts are not held for trading or designated at fair value though profit or loss. These embedded derivatives are measured at fair value with changes in fair value recognised in profit or loss, unless designated as effective hedging instruments.

5.4 Reclassification of financial assets and financial liabilities

The Group does not reclassify its financial assets subsequent to their initial recognition, apart from the exceptional circumstances in which the Group acquires, disposes of, or terminates a business line. Financial liabilities are never reclassified.

5.5 Derecognition of financial assets and financial liabilities

5.5.1 Derecognition of financial assets due to substantial modification of terms and conditions

The Group derecognises a financial asset, such as a loan to a customer, when the terms and conditions have been renegotiated to the extent that, it substantially becomes a new financial assets. In these case to the extent that impairment loss has not already been recorded difference is recognised as derecognition gain or loss in the statement of profit and loss. The newly recognised financial asset are treated as Stage 1 for ECL measurement purposes, unless the new financial asset is classified as Purchased Or Originated Credit Impaired (POCI) assets.
While assessing whether or not to derecognise a financial asset, the Group considers the following factors:

- Change in currency of the loan
- Introduction of an equity feature
- Change in counterparty

If the modification does not result in cash flows that are substantially different, the modification does not result in derecognition. Group calculates modified carrying value by discounting modified cash flow at the original EIR and records a modification gain or loss, to the extent that an impairment loss has not already been recorded.

5.5.2 Derecognition of financial assets (other than due to substantial modification)

A financial asset (or, where applicable, a part of a financial asset or part of a group of similar financial assets) is derecognised when the rights to receive cash flows from the financial asset have expired. The Group also derecognises the financial asset if it has transferred the financial asset and the transfer qualifies for derecognition.

The Group has transferred the financial asset if, and only if, either:

- The Group has transferred its contractual rights to receive cash flows from the financial asset; or
- It retains the rights to the cash flows, but has assumed an obligation to pay the received cash flows in full without
  material delay to a third party under a 'pass–through' arrangement.

Pass -through arrangements are transactions whereby the Group retains the contractual rights to receive the cash flows of a financial asset (the 'original asset'), but assumes a contractual obligation to pay those cash flows to one or more entities (the 'eventual recipients'), when all of the following conditions are met:

- The Group has no obligation to pay amounts to the eventual recipients unless it has collected equivalent amounts from the original asset, excluding short-term advances with the right to full recovery of the amount lent plus accrued interest at market rate

Material accounting policies (Continued)

- The Group cannot sell or pledge the original asset other than as security to the eventual recipients

The Group has to remit any cash flows it collects on behalf of the eventual recipients without material delay. In addition, the Group is not entitled to reinvest such cash flows, except for investments in cash or cash equivalents including interest earned, during the period between the collection date and the date of required remittance to the eventual recipients.

A transfer qualifies for derecognition only if either:

- The Group has transferred substantially all the risks and rewards of the asset; or
- The Group has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset

The Group considers control to be transferred if and only if, the transferee has the practical ability to sell the asset in its entirety to an unrelated third party and is able to exercise that ability unilaterally and without imposing additional restrictions on the transfer.

5.5.3 Derecognition of financial liabilities

A financial liability is derecognised when the obligation under the liability is discharged, cancelled or expires.

Where an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing financial liability are substantially modified, such an exchange or modification is treated as a derecognition of the original financial liability and a new financial liability is recognised. The difference between the carrying value of the original financial liability and the consideration paid, including modified contractual cash flow recognised as new financial liability, would be recognised in profit or loss.

5.6 Impairment of financial assets

The Group records allowance for expected credit losses for all financial assets, other than financial assets held at FVTPL, together with loan commitment and financial guarantee contracts. Equity instruments are not subjected to impairment allowance.

The Group follows 'simplified approach' for recognition of impairment loss allowance on trade receivables and lease receivables. The application of simplified approach does not require the Group to track changes in credit risk. Rather, it recognises impairment loss allowance based on lifetime ECLs at each reporting date, right from its initial recognition. The Group uses a provision matrix to determine impairment loss allowance on portfolio of its receivables. The provision matrix is based on its historically observed default rates over the expected life of the receivables. However, if receivables contain a significant financing component, the Group measures the loss allowance by applying general approach.

For all other financial assets, where ECL to be recognised, the Group recognises lifetime ECL when there has been a significant increase in credit risk (SICR) since initial recognition. If, on the other hand, the credit risk has not increased significantly since initial recognition, the Group measures the loss allowance for such instrument at an amount equal to 12-month expected credit losses (12m ECL). The assessment of whether lifetime ECL should be recognised is based on significant increases in the likelihood or risk of a default occurring since initial recognition instead of an evidence of a financial asset being credit-impaired at the reporting date or an actual default occurring.

Lifetime ECL represents the expected credit losses that will result from all possible default events over the expected life. In contrast, 12m ECL represents the portion of lifetime ECL that is expected to result from default events that are possible within 12 months after the reporting date.

Material accounting policies (Continued)

The measurement of ECL is a function of the probability of default (PD), loss given default (LGD) (i.e. the magnitude of the loss if there is a default) and the exposure at default (EAD). The assessment of the PD and LGD is based on historical data adjusted for forward-looking information. EAD, for financial assets, is represented by the assets' gross carrying amount at the reporting date; for loan commitments and financial guarantee contracts, the EAD includes the amount drawn down as at the reporting date, together with any additional amounts expected to be drawn down in the future by default date determined based on historical trend, the Group's understanding of the specific future financing needs of the borrowers, and other relevant forward-looking information.

For financial assets, ECL is estimated as the difference between all contractual cash flows that are due to the Group in accordance with the contract and all the cash flows that the Group expects to receive, discounted at the original effective interest rate. The Group recognises an impairment loss or reversal of impairment loss in the profit and loss statement with a corresponding adjustment to their carrying amount through a loss allowance account.

If a financial instrument includes both a loan (i.e. financial asset) and an undrawn commitment (i.e. loan commitment) component and the Group cannot separately identify the ECL on the loan commitment component from those on the financial asset component, the ECL on the loan commitment is recognised together with the loss allowance for the financial asset. To the extent that the combined ECL exceed the gross carrying amount of the financial asset, excess amount is recognised as a provision. For other loan commitments and all financial guarantee contracts, the loss allowance is recognised as provision.

5.7 Collateral valuation

To mitigate its credit risks on financial assets, the Group seeks to use collateral, where possible. The collateral comes in various forms, such as cash, securities, letters of credit/guarantees, real estate, receivables, inventories, other non-financial assets and credit enhancements such as netting agreements. Depending on its form, Collateral can have a significant financial effect in mitigating the Group's credit risk and the fair value of collateral affects the calculation of ECLs. Fair value of Collateral is generally assessed, at the inception and re- assessed on a periodical basis. Collateral with frequent changes in underlying value and requiring counterparty to maintain stipulated margin/security cover, is valued daily

To the extent possible, the Group uses active market data for valuing financial assets held as collateral. Other financial assets which do not have readily determinable market values are valued using valuation models.

5.8 Repossessed Collateral

The Group's policy is to determine whether a repossessed asset can be best used for its internal operations or should be sold. Repossessed assets determined to be useful for the internal operations are transferred to their relevant asset category at the lower of their repossessed value or the carrying value of the original secured asset. Other assets are transferred to 'Assets held for sale' at their fair value (if financial assets) and fair value less cost to sell for non-financial assets at the repossession date in, line with the Group's policy.

In its normal course of business, the Group does not physically repossess properties or other assets in its retail portfolio, but engages external agents to recover funds, generally at auction, to settle outstanding debt. Any surplus funds are returned to the customers/obligors.

Material accounting policies (Continued)

5.9 Write off

Financial assets are written off either partially or in their entirety only when the Group has no reasonable expectation of recovery. If the amount to be written off is greater than the accumulated loss allowance, the difference is first treated as an addition to the allowance that is then applied against the gross carrying amount. Any subsequent recoveries are credited to impairment on financial instrument on statement of profit and loss.

5.10 Forborne and modified loan

Considering borrower's financial difficulties the Group may sometimes make some concessions or modifications to the original terms of loans . The Group considers a loan forborne when such concessions or modifications are provided as a result of the borrower's present or expected financial difficulties and the Group would not have agreed to them if the borrower had been in good financial health. Forbearance may involve extending the payment arrangements and the agreement of new loan conditions. Once the terms are renegotiated, impairment is measured using the original EIR on modified cash flows. Where such concessions are granted Group continue to monitor forborne loans for an observable period for regular payment of renegotiated cash flows. Group evaluates each case for derecognition and classification of loan in Stage 2 or Stage 3.. If these procedures identify a loss in relation to a loan, it is disclosed and managed as an impaired Stage 3 forborne asset, until it is collected or written off.

5.11 Determination of fair value

The Group measures its qualifying financial instruments, at fair value at each balance sheet date. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

- In the principal market for the asset or liability, or
- In the absence of a principal market, in the most advantageous market for the asset or liability

The principal or the most advantageous market must be accessible by the Group.

The Group uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximising the use of relevant observable inputs and minimising the use of unobservable inputs. In order to show how fair values have been derived, financial instruments are classified based on a hierarchy of valuation techniques, as summarised below:

- Level 1 financial instruments −Those where the inputs used in the valuation are unadjusted quoted prices from active markets for identical assets or liabilities that the Group has access at the measurement date. The Group considers markets as active only if there are sufficient trading activities with regards to the volume and liquidity of the identical assets or liabilities and when there are binding and exercisable price quotes available on the balance sheet date.
- Level 2 financial instruments−Those where the inputs that are used for valuation are significant and are derived from directly or indirectly observable market data available over the entire period of the instrument's life.
- Level 3 financial instruments − Those that include one or more unobservable input that is significant to the measurement as whole. For assets and liabilities that are recognised in the financial statements on a recurring basis, the Group determines whether transfers have occurred between levels in the hierarchy by re-assessing categorisation (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period. The Group periodically reviews its valuation techniques including the adopted methodologies and model calibrations.

Material accounting policies (Continued)

Therefore, the Group applies various techniques to estimate the credit risk associated with its financial instruments measured at fair value, which include a portfolio-based approach that estimates the expected net exposure per counterparty over the full lifetime of the individual assets, in order to reflect the credit risk of the individual counterparties for non-collateralised financial instruments.

The Group evaluates the levelling at each reporting period on an instrument-by-instrument basis and reclassifies instruments when necessary based on the facts at the end of the reporting period.

5.12 Revenue from contracts with customers

Revenue is measured at transaction price i.e. the amount of consideration to which the Group expects to be entitled in exchange for transferring promised goods or services to the customer, excluding amounts collected on behalf of third parties. The Group consider the terms of the contract and its customary business practices to determine the transaction price. Where the consideration promised is variable, the Group excludes the estimates of variable consideration that are constrained. The Group applies the five-step approach for the recognition of revenue:

I. Identification of contract
II. Identification of the separate performance obligation in the contract
III. Determination of transaction price
IV. Allocation of transaction price to separate performance obligation and
V. Recognition of revenue when (or as) each performance obligation is satisfied The Group recognises revenue (net of applicable Goods and Service Tax (GST)) from the following sources:

a. Fee income including investment banking, advisory fees and syndication fees, is accounted in accordance with agreement entered into with respective investment managers / advisors.
b. Clearing fee income arises, when the performance obligation related to trade is executed and a valid contract is generated for the trade. Fee income is accounted for, at a point in time or over a period of time in accordance with the terms and contracts entered into between the Group and the counterparty.
c. Brokerage income including client subscription fees is recognised as per contracted rates at the point in time when transaction's performance obligation is satisfied on behalf of the customers on the trade date.
d. Investment management fees are recognised net of GST over the tenure in accordance with the Investment Management Agreement with Investment Manager.
e. Management fee from trusts declared by it for acquisition of financial assets and the same is accounted for over the tenure as per terms of the relevant trust deeds and offer document issued by the Trust. Further any upside share in excess realisation over acquisition price of financial asset is recognised in accordance with terms of the relevant trust deed/offer document. Redemption incentive and recovery incentive is accounted over the period on cash basis, i.e. as and when received by the Group as per the terms of the relevant trust deeds and offer document issued by the Trust.
f. Portfolio management fees are recognised over the tenure in accordance with portfolio management agreement entered with respective clients.
g. Interest on delayed payments and rental income are recognised as revenue on certainty of realisation.
h. Agency commission/procurement income is recorded in pursuant to terms and conditions mentioned in scope of work or agreement.
i. Real estate advisory fee is recognised as per the terms and conditions mentioned in the agreement.
j. Revenue from fund management services (excluding mutual fund business) is recognised over the tenure in accordance with the terms and conditions of the investment management agreement between the Group and the Fund for which the Group acts as a fund manager.

Material accounting policies (Continued)

k. Revenue from rendering of trustee services is recognised in accordance with the terms and conditions of the Compensation Agreement between the trustee company and the fund.
l. Sales of Commodities is accounted as per the terms of agreement with parties.
m. The Group recognises incremental costs of obtaining a contract with a customer as an asset if it expects to recover those costs. This asset is amortised to profit or loss on a systematic basis consistent with the transfer to the customer of the goods or services to which the asset relates.
n. Lease rentals are recognised as income in Statement of Profit and Loss on a straight-line basis over the lease term. Costs related to operating and maintenance of investment property is recognised as expense.
o. Insurance and other claims are recognised as revenue on certainty of realisation.
p. Profit or loss on sale of investments is recognised on trade date basis.

5.13 Leases

Group as a lessee

The Group makes an assessment of lease at the time of inception of a contract and if the contract conveys the right to control the use of an identified asset for a period in exchange for consideration, same is recognised as Lease liability. The Group applies a single recognition and measurement approach for all leases, except for short-term leases and leases of low-value assets. The Group recognises lease liabilities to make lease payments and right-of-use assets representing the right to use the underlying assets.

Lease Liabilities

At the initial recognition, the Group measures lease liabilities at present value of all lease payments discounted, using the Group's incremental cost of borrowing, to be made over the lease term. The lease payments include fixed payments (including in substance fixed payments) less any lease incentives receivable, variable lease payments that depend on an index or a rate, and amounts expected to be paid under residual value guarantees.
Subsequently, the lease liability is

- increased to reflect the accretion of interest; and
- reduced for the lease payments made and
- remeasured to reflect any change in the lease term, change in the lease payments (e.g., changes to future payments resulting from a change in an index or rate used to determine such lease payments), or change in option to purchase the underlying asset.

Measurement of Right of use assets

The Group recognises 'Right-of-Use' assets at the commencement date of the lease (i.e., the date the underlying asset is available for use). The cost of 'Right-of-Use' assets includes the amount of lease liabilities recognised, initial direct costs incurred, and lease payments made at or before the commencement date less any lease incentives received.

Subsequently 'Right-of-Use' assets are measured at cost less any accumulated depreciation; and impairment losses; and adjusted for any remeasurement of lease liabilities.Right-of-use assets are depreciated on a straight-line basis over the lease term or the estimated useful lives of the assets whichever is short.

Short term lease

The Group has elected not to recognise 'Right of Use 'asset and lease liabilities for short term leases of 12 months or less. The Group recognises lease payment associated with these leases as expense on a straight- line basis over lease term.

Material accounting policies (Continued)

Group as lessor

Leases in which the Group does not transfer substantially all the risks and rewards incidental to ownership of an asset is classified as operating leases. Rental income arising is accounted for on a straight-line basis over the lease terms. Initial direct costs incurred in negotiating and arranging an operating lease are added to the carrying amount of the leased asset and recognised over the lease term on the same basis as rental income. Contingent rents are recognised as revenue in the period in which they are earned.

Leases are classified as finance leases when substantially all of the risks and rewards of ownership transfer from the Group to the lessee. Amounts due from lessees under finance leases are recorded as receivables at the Group's net investment in the leases. Finance lease income is allocated to accounting periods so as to reflect a constant periodic rate of return on the net investment outstanding in respect of the lease.

5.14 Earnings per share

Basic earnings per share is computed by dividing the net profit after tax attributable to the equity shareholders of the Holding Company for the year by the weighted average number of equity shares outstanding for the year.

Diluted earnings per share reflect the potential dilution that could occur if securities or other contracts to issue equity shares were exercised or converted during the year. Diluted earnings per share is computed by dividing the net profit after tax attributable to the equity shareholders for the year by weighted average number of equity shares considered for deriving basic earnings per share and weighted average number of equity shares that could have been issued upon conversion of all dilutive potential equity shares.

5.15 Foreign currency transactions

The Consolidated Financial information are presented in Indian Rupees which is also functional currency of the Parent. For each entity the Group determines the functional currency and items included in the financial statements of each entity are measured using that functional currency. Transactions in currencies other than Indian Rupees (i.e. foreign currencies) are recognized at the rates of exchange prevailing at the dates of the transactions. At the end of each reporting period, monetary items denominated in foreign currencies are translated at the rates prevailing at that date. Non- monetary items carried at fair value that are denominated in foreign currencies are retranslated at the rates prevailing at the date when the fair value was determined. Non-monetary items that are measured in terms of historical cost in a foreign currency are not retranslated. Foreign exchange Translation Reserve (FCTR) thus created is recognised in Other Comprehensive Income.

In respect of monetary assets and liabilities, in ordinary course of business, are translated at exchange rate prevailing at the dates of the transactions and subsequently remeasured at rates prevailing at end of each reporting period. Exchange gain/(loss) arising thereof is recognised in profit or loss in the period in which they arise.

5.16 Retirement and other employee benefit

Provident fund and national pension scheme

The Group contributes to a recognised provident fund and national pension scheme which is a defined contribution scheme. The contributions are accounted for as expense, when an employee renders the related service in the statement of profit and loss.

Material accounting policies (Continued)

Gratuity

The Group's gratuity scheme is a defined benefit plan. An independent actuarial valuation is carried out to determines the present value of the obligation under such benefit plan using the Projected Unit Credit Method. Benefits in respect of gratuity are funded with an Insurance company approved by Insurance Regulatory and Development Authority (IRDA). Any deficits in plan assets managed by Insurer as compared to present valuation of obligation, determined by actuary, are recognised as a liability.

Remeasurements, comprising of actuarial gains and losses, the effect of the asset ceiling, excluding amounts included in net interest on the net defined benefit liability and the return on plan assets (excluding amounts included in net interest on the net defined benefit liability), are recognised immediately in the balance sheet with a corresponding debit or credit to retained earnings through OCI in the period in which they occur.

Past service costs are recognised in profit or loss on the earlier of:

- The date of the plan amendment or curtailment, and
- The date that the Group recognises related restructuring costs

Net interest is calculated by applying the discount rate to the net defined benefit liability or asset. The Group recognises the following changes in the net defined benefit obligation as an expense in the consolidated statement of profit and loss:

- Service costs comprising current service costs, past-service costs, gains and losses on curtailments and non-routine settlements; and
- Net interest expense or income

Remeasurements are not reclassified to profit or loss in subsequent periods.

Compensated Absences

The eligible employees of the Group are permitted to carry forward certain number of their annual leave entitlement to subsequent years, subject to a ceiling. The Group recognises the charge in the statement of profit and loss and corresponding liability on such non- vesting accumulated leave entitlement based on a valuation by an independent actuary. The cost of providing annual leave benefits is determined using the projected unit credit method.

5.17 Share-based payment arrangements

Equity-settled share- based payments to employees are measured by reference to the fair value of the equity instruments at the grant date. These includes Stock Appreciation Rights (SARs) which grants employees right to receive the difference between the SAR price and the market price of equity shares on the date of vesting. Settlement of the difference can be made, either in cash or by issuance of equity shares of the Company, is at the discretion of the Company. These are classified as equity settled share-based transaction.

The fair value determined at the grant date of the equity-settled share-based payments is expensed over the vesting period, based on the Group's estimate of equity instruments that will eventually vest, with a corresponding increase in equity. At the end of each reporting period, the Group estimates the number of equity instruments expected to vest. The impact of the revision over the original estimates, is recognised in profit or loss such that the cumulative expense reflects the revised estimate, with a corresponding adjustment to the 'ESOP & SAR reserve'. In cases where the share options granted vest in tranches over the vesting period, the Group treats each tranche as a separate grant, because of different vesting period and difference in, the fair value of each tranche.

Material accounting policies (Continued)

5.18 Property, plant and equipment and right – of – use assets

Property plant and equipment (PPE) is stated at cost excluding the costs of day–to–day servicing, less accumulated depreciation and accumulated impairment in value. PPE is recognised when it is probable that future economic benefits associated with the item is expected to flow to the Company and the cost of the item can be measured reliably. Changes in the expected useful life are accounted for by changing the amortisation period or methodology, as appropriate, and treated as changes in accounting estimates.

Subsequent costs incurred on an item of property, plant and equipment is recognised in the carrying amount thereof when those costs meet the recognition criteria. Repairs and maintenance are recognised in profit or loss as cost.

An item of property, plant and equipment is derecognised upon disposal or when no future economic benefits are expected to arise from the continued use of the asset. Any gain or loss arising on the disposal or retirement of an item of property, plant and equipment is determined as the difference between the sales proceeds and the carrying amount of the asset and is recognised in the statement of profit and loss.

Capital work in progress is stated at cost, net of accumulated impairment loss, if any.

Depreciation is recognised so as to write off the cost of assets (other than freehold land and properties under construction) less their residual values over their useful lives. Depreciation is provided on a written down value basis from the date the asset is ready for its intended use or put to use whichever is earlier. In respect of assets sold, depreciation is provided upto the date of disposal.

As per the requirement of Schedule II of the Companies Act, 2013, the Group has evaluated the useful lives of the respective property, plant and equipment which are as per the provisions of Part C of the Schedule II for calculating the depreciation. The estimated useful lives of the property, plant and equipment are as follows:
Estimated useful lives of the assets are as follows:

Nature of assets	Estimated useful life
Building (other than Factory Building)	60 years
Plant and Equipments	15 years
Furniture and fixtures	10 years
Vehicles	8 years
Vessel (Boat)	13 years
Office Equipment	5 years
Computers - Servers and networks	6 years
Computers - End user devices, such as desktops, laptops, etc.	3 years
Solar power plant	15 years

Land and buildings are subsequently shown at fair value based on periodic valuations by external independent valuers, less subsequent depreciation for buildings. Valuations will be carried out on a regular basis, unless the management consider it appropriate to have an earlier revaluation, such that the carrying amount of property does not differ materially from that which would be determined using fair values at the end of the reporting period. Any accumulated depreciation at the date of revaluation is eliminated from the gross carrying amount of the asset, and the net amount is restated to the revalued amount of the asset.

Material accounting policies (Continued)

Subsequent measurement of land and building under revaluation model

Increases in the carrying amount arising on revaluation of land and buildings are credited to other comprehensive income and shown as a revaluation reserve in shareholders' equity. An exception is a gain on revaluation that reverses a revaluation decrease (impairment) on the same asset previously recognised as an expense. Decreases that offset previous increases of the same asset are charged in other comprehensive income and debited against the revaluation reserve directly in equity; all other decreases are charged to profit or loss. Each year the difference between depreciation based on the revalued carrying amount of the asset charged to profit or loss and depreciation based on the asset's original cost is transferred from the revaluation reserve to retained earnings.

Right-of-use assets are depreciated on a straight-line basis over the lease term.

An item of property, plant and equipment is derecognised upon disposal or when no future economic benefits are expected to arise from the continued use of the asset. The carrying amount of those components which have been separately recognised as assets is derecognised at the time of replacement thereof. Any gain or loss arising on the disposal or retirement of an item of property, plant and equipment is determined as the difference between the sales proceeds and the carrying amount of the asset and is recognised in profit or loss.
The residual values, useful lives and methods of depreciation of property, plant and equipment are reviewed at each financial year end and adjusted prospectively, if appropriate

5.19 Intangible assets

The Group's intangible assets mainly include the value of computer software and management rights. An intangible asset is recognised only when its cost can be measured reliably and it is probable that the expected future economic benefits that are attributable to it will flow to the Group.

Intangible assets acquired separately are measured on initial recognition at cost. Intangible assets acquired in a business combination are recognised at their fair value as at the date of acquisition. Subsequently, intangible assets are carried at cost less any accumulated amortisation and any accumulated impairment losses. Intangible assets with finite lives are amortised over the useful economic life.

An intangible asset is derecognised on disposal, or when no future economic benefits are expected from use or disposal. Gains and losses arising from derecognition of an intangible asset, measured as the difference between the net disposal proceeds and the carrying amount of the assets are recognised in the statement of profit and loss when the asset is derecognised.

5.20 Impairment of non-financial assets

The Group assesses at each balance sheet date whether there is any indication that an asset may have be impaired based on internal/ external factors. If any such indication exists, the Group estimates the recoverable amount of the asset. If such recoverable amount of the asset or the recoverable amount of cash generating unit which the asset belongs to is less than its carrying amount, the carrying amount is reduced to its recoverable amount. The reduction is treated as an impairment loss and is recognised in the statement of profit and loss. If at the balance sheet date there is an indication that a previously assessed impairment loss no longer exists, the recoverable amount is reassessed and the asset is reflected at the recoverable amount subject to a maximum of the depreciable historical cost.

Material accounting policies (Continued)

5.21 Cash and cash equivalents

Cash and cash equivalent in the balance sheet comprise cash at banks and on hand and short-term deposits with an original maturity of three months or less, that are readily convertible to a known amount of cash and subject to an insignificant risk of changes in value.

5.22 Provisions and other contingent liabilities

Provisions are recognised when the Group has a present obligation (legal or constructive) as a result of a past event, it is probable that the Group will be required to settle the obligation, and a reliable estimate can be made of the amount of the obligation. If the effect of the time value of money is material, provisions are determined by discounting the expected future cash flows to net present value using an appropriate pre- tax discount rate that reflects current market assessments of the time value of money and, where appropriate, the risks specific to the liability.

A present obligation that arises from past events, where it is either not probable that an outflow of resources will be required to settle or a reliable estimate of the amount cannot be made, is disclosed as a contingent liability. Contingent liabilities are also disclosed when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Group. Claims against the Group, where the possibility of any outflow of resources in settlement is remote, are not disclosed as contingent liabilities.

Contingent assets are not recognised in the financial statements since this may result in the recognition of income that may never be realised. However, when the realisation of income is virtually certain, then the related asset is not a contingent asset and is recognised.

5.23 Income tax

Income tax expense represents the sum of the current tax and deferred tax.

5.23.1 Current tax

The tax payable for the reporting period is computed on taxable profit for the year. The Group's current tax is calculated using tax rates and tax laws that have been enacted or substantively enacted by the end of the reporting period. Current income tax assets and liabilities are measured at the amount expected to be recovered from or paid to the taxation authorities. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted, at the reporting date in the countries where the Group operates and generates taxable income.

Current income tax relating to items recognised outside profit or loss is recognised outside profit or loss (either in other comprehensive income or in equity). Current tax items are recognised in correlation to the underlying transaction either in OCI or directly in equity. Management periodically evaluates positions taken in the tax returns with respect to situations in which applicable tax regulations are subject to interpretation and considers whether it is probable that a taxation authority will accept an uncertain tax treatment. The group shall reflect the effect of uncertainty for each uncertain tax treatment by using either most likely method or expected value method, depending on which method predicts better resolution of the treatment.

Material accounting policies (Continued)

5.23.2 Deferred tax

Deferred tax is recognised using Balance Sheet approach on temporary differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit. Deferred tax liabilities are recognised for all taxable temporary differences. Deferred tax assets are recognised for all deductible temporary differences to the extent that it is probable that taxable profits will be available against which those deductible temporary differences can be utilised.

Deferred tax assets are also recognised with respect to carry forward of unused tax losses and unused tax credits to the extent that it is probable that future taxable profit will be available against which the unused tax losses and unused tax credits can be utilized, except;

- When the deferred tax asset relating to the deductible temporary difference arises from the initial recognition of an asset or liability in a transaction that is not a business combination and, at the time of the transaction, affects neither the accounting profit nor taxable profit or loss
- In respect of deductible temporary differences associated with investments in subsidiaries and associates, deferred tax assets are recognised only to the extent that it is probable that the temporary differences will reverse in the foreseeable future and taxable profit will be available against which the temporary differences can be utilized

It is probable that taxable profit will be available against which a deductible temporary difference, unused tax loss or unused tax credit can be utilised when there are sufficient taxable temporary differences which are expected to reverse in the period of reversal of deductible temporary difference or in periods in which a tax loss can be carried forward or back. When this is not the case, deferred tax asset is recognised to the extent it is probable that:

- the entity will have sufficient taxable profit in the same period as reversal of deductible temporary difference or periods in which a tax loss can be carried forward or back; or
- tax planning opportunities are available that will create taxable profit in appropriate periods.

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

Deferred tax liabilities and assets are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realised, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period. The measurement of deferred tax liabilities and assets reflects the tax consequences that would follow from the manner in which the subsidiaries expects, at the end of the reporting period, to recover or settle the carrying amount of its assets and liabilities.

The Group offsets deferred tax assets and deferred tax liabilities if and only if it has a legally enforceable right to set off current tax assets and current tax liabilities and the deferred tax assets and deferred tax liabilities relate to income taxes levied by the same taxation authority on either the same taxable entity or different taxable entities which intend either to settle current tax liabilities and assets on a net basis, or to realise the assets and settle the liabilities simultaneously, in each future period in which significant amounts of deferred tax liabilities or assets are expected to be settled or recovered.

Current and deferred tax are recognised in profit or 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.

Material accounting policies (Continued)

Minimum alternate tax (MAT)

MAT paid in a year is charged to the statement of profit and loss as current tax. The Group recognises unused MAT credit as a deferred tax asset only to the extent that it is probable that the Group will be able to utilise during the specified period, i.e., the period for which MAT credit is allowed to be carried forward. In the year in which the Group recognises deferred tax asset (MAT credit) as an asset, the said asset is created by way of credit to the statement of profit and loss. The Group reviews the MAT asset at each reporting date and writes down the asset to the extent that it is not probable that the Group will be able to utilise it during the specified period

5.24 Investment properties

Properties, including those under construction, held to earn rentals and/or capital appreciation are classified as investment property and are measured and reported at cost, including transaction costs. Subsequent to initial recognition, investment properties are stated at cost less accumulated depreciation and accumulated impairment loss, if any.

Depreciation is recognised using written down method so as to write off the cost of the investment property less their residual values over their useful lives specified in Schedule II to the Companies Act, 2013 or in the case of assets where the useful life was determined by technical evaluation, over the useful life so determined. Depreciation method is reviewed at each financial year end to reflect the expected pattern of consumption of the future benefits embodied in the investment property. The estimated useful life and residual values are also reviewed at each financial year end and the effect of any change in the estimates of useful life/residual value is accounted on prospective basis.

An investment property is derecognised upon disposal or when the investment property is permanently withdrawn from use and no future economic benefits are expected from the disposal. Any gain or loss arising on derecognition of property is recognised in the Statement of Profit and Loss in the same period.

5.25 Business Combination

The acquisition method of accounting is used for business combinations by the Group. The cost of an acquisition is measured as the aggregate of the consideration transferred measured at acquisition date fair value and the amount of any non-controlling interests in the acquiree. At the acquisition date, the identifiable assets acquired and the liabilities assumed are recognised at their acquisition date fair values. Goodwill is initially measured as the excess of the aggregate of the consideration transferred and the amount recognised for non-controlling interests, and any previous interest held, over the net identifiable assets acquired and liabilities assumed. After initial recognition, goodwill is tested for impairment annually or more frequently if impairment indicators exists. For the purpose of impairment testing, goodwill acquired in a business combination is, from the acquisition date, allocated to each of the Group's cash-generating units that are expected to benefit from the combination, irrespective of whether other assets or liabilities of the acquiree are assigned to those units.

Business combination under common control

Common control business combinations includes transactions, such as transfer of subsidiaries or businesses, between entities within a group. Group has accounted all such transactions based on pooling of interest method, as follows:-

- The assets and liabilities of the combining entities are reflected at their carrying amounts.
- No adjustments are made to reflect fair values, or recognise any new assets or liabilities.
- The financial information in the financial statements in respect of prior periods are restated as if the business combination had occurred from the beginning of the preceding period in the financial statements, irrespective of the actual date of the combination.

Material accounting policies (Continued)

The identity of the reserves shall be preserved and shall appear in the financial statements of the transferee in the same form in which they appeared in the financial statements of the transferor. The difference, if any, between the amount recorded as share capital issued plus any additional consideration in the form of cash or other assets and the amount of share capital of the transferor shall be transferred to capital reserve.

6. Material accounting policies of insurance business

6.1 Significant accounting policies of insurance business (Edelweiss Life Insurance Company Limited ("ELIFE")):

a. Product classification

Insurance contract
Insurance contracts are those contracts when ELIFE has accepted significant insurance risk from the policyholders by agreeing to compensate the policyholders if a specified uncertain future event (the insured event) adversely affects the policyholders.

As a general guideline, ELIFE determines whether it has significant insurance risk, by comparing benefits paid with benefits payable if the insured event did not occur. Such contract remains an insurance contract for the remainder of its lifetime, even if the insurance risk reduces significantly during this period, unless all rights and obligations are extinguished or expire. Contracts can be classified as insurance contracts after inception if insurance risk becomes significant.

Investment contract

Investment contracts are those contracts which are not insurance contract. Investment contracts are those contracts that transfer financial risk with no significant insurance risk. Investment contracts can, however, be reclassified as insurance contracts after inception if insurance risk becomes significant. Some insurance and investment contracts contain a discretionary participation feature (DPF), which is a contractual right to receive additional benefits as a supplement to guaranteed benefits.
Insurance and investment contracts are further classified as with DPF, Linked Business and Others. Insurance contracts and investment contracts with DPF are measured and accounted under existing accounting practices at the date of transition to Ind AS which is in accordance with Ind AS 104.

b. Revenue recognition

- Premium Income

Premium income on insurance contracts and investment contracts with DPF are recognised as income when due from policyholders. For regular premium contracts, receivables are recognised at the date when payments are due.
In respect of linked business, premium income is recognised when the associated units are allotted. Top up premiums paid by unit-linked policyholders are considered as single premium and recognised as income when the associated units are created.

Where policies lapse due to non-receipt of premiums, then all the related premium income accrued but not received from the date they are deemed to have lapsed is offset against premiums. Premium on lapsed policies is recognised as income on receipt basis on reinstatement or revival of these policies.

Investments contract policyholders are charged fees for policy administration, investment management, surrenders or other contract services. The fees may be fixed amounts or vary with the amounts being managed and will generally be charged as an adjustment to the policyholder's balance.

Material accounting policies of insurance business (Continued)

For investment contract without DPF, deposit accounting in accordance with Ind AS 104 and Ind AS 109 is followed.

Consequently only to the extent of charges and fees collected from such investment contract is accounted as income in statement of profit and loss. unless they relate to services to be provided in future periods, in which case they are deferred and recognized as and when the services are provided.

- Reinsurance premium ceded
  Reinsurance premium ceded is accounted at the time of recognition of premium income in accordance with the treaty or in principle arrangement/agreement with the reinsurers

- Income from Unit Linked Policies
  Income from unit-linked policies, which include fund management charges, policy administration charges, mortality charges and other charges, wherever applicable, are recovered from the unit-linked funds in accordance with the terms and conditions of the policies issued and are recognised as and when due.

- Fee management charges of investment contract
  Investments contract policyholders are charged fees for policy administration, investment management, surrenders or other contract services. The fees may be fixed amounts or vary with the amounts being managed and will generally be charged as an adjustment to the policyholder's balance. The fees are recognised as revenue in the period in which they are collected unless they relate to services to be provided in future periods, in which case they are deferred and recognised as and when the services are provided.

- Interest income on policy loans is recognised using effective interest rate method

c. Acquisition costs

Acquisition cost which are primarily relatable to the acquisition of insurance and investment contracts with DPF are expensed in the period in which they are incurred.
For investment contracts with or without DPF, acquisition costs that are directly attributable to securing an investment contract are deferred and amortised over the period in which the service is provided.

Benefits paid:

Benefits paid consists of the policy benefit and claim settlement costs, if any.

- Non-linked business
  Death, rider, withdrawals and surrender claims are accounted for on receipt of intimation. Maturity, survival benefit and annuities are accounted when due.

- Linked-business
  Death and rider are accounted for on receipt of intimation. Maturity claims and survival benefit are accounted for on due basis when the associated units are cancelled. Surrenders and withdrawals are accounted for on receipt of intimation. Amount payable on lapsed/ discontinued policies are accounted for on expiry of lock in period of these policies. Surrenders, withdrawals and lapsation are disclosed at net of charges recoverable.

- Reinsurance
  Reinsurance claims receivable are accounted for in the same period as the related claim.

Material accounting policies of insurance business (Continued)

d. Reinsurance ceded

ELIFE cedes reinsurance in the normal course of business, with retention limits varying by line of business. Premiums ceded and claims reimbursed are presented on a gross basis in the statement of profit and loss.

Reinsurance assets primarily include balances due from reinsurance companies for ceded insurance. Amounts recoverable from reinsurers are estimated in a manner consistent with the underlying contract liabilities, outstanding claims provisions or settled claims associated with the reinsured policies and in accordance with the relevant reinsurance contract.

Reinsurance assets are reviewed for impairment at each reporting date, or more frequently, when an indication of impairment arises during the reporting period. Impairment occurs when there is objective evidence as a result of an event that occurred after initial recognition of the reinsurance asset that the company may not receive all outstanding amounts due under the terms of the contract and the event has a reliably measurable impact on the amounts that the company will receive from the reinsurer. The impairment loss is recorded in the statement of Profit or loss.

e. Liability adequacy test

ELIFE assesses at the end of each reporting period whether its recognised insurance liabilities are adequate, using current estimates of future cash flows under its insurance contracts. If that assessment shows that the carrying amount of its insurance liabilities is inadequate in the light of the estimated future cash flows, the entire deficiency shall be recognised in the statement of profit or loss.

f. Policyholder Liability

Insurance contract and investment contract with DPF.
Under the Ind AS 104 requirement, insurance, and investment contract with DPF claims / liabilities are measured using the accounting policies consistent with those adopted previously under existing accounting practices.
Hence, the policyholder liabilities are calculated in accordance with the accepted actuarial practice, requirements of Insurance Act, 1938 and amendments thereafter, applicable regulations notified by the Insurance Regulatory and Development Authority of India (IRDAI), and Actuarial Practice Standards issued by the Institute of Actuaries of India.

g. Investment contracts without DPF

Liability in respect of investment contracts is recognised in accordance with Ind AS, taking into account accepted actuarial practices. Deposits (premium amount) collected are not accounted for through the statement of profit or loss but are accounted for directly through the balance sheet as an addition to the investment contract liability. Amounts paid (benefit amounts) are recorded as reductions of the investment contract liability.

h. Unclaimed amount of policyholders

- Assets held for unclaimed amount of policyholders is created and maintained in accordance with the requirement of IRDAI Regulations and Investment Regulations, 2016 as amended from time to time.
- Unclaimed amount of policyholders' assets considered under other financial assets is invested in money market instruments and / or fixed deposits of scheduled banks which are valued at amortized cost.

Material accounting policies of insurance business (Continued)

- Income on unclaimed amount of policyholders is credited to respective unclaimed account and is accounted for on an accrual basis.
- Amount payable on account of income earned on assets held for unclaimed amount of policyholders is accounted for on an accrual basis and is disclosed net of fund management charges.
- Unclaimed amount of policyholders' liability considered is determined on the basis of NAV of the units outstanding as at the valuation date.
- Amounts remaining unclaimed for a period of 10 years together with all respective accretions to the fund as per the above-mentioned regulations are deposited into the Senior Citizen Welfare Fund (SCWF).

6.2 Significant accounting policies of General insurance business (Zuno General Insurance Limited "ZGIL"**)**

Revenue recognition in general insurance business

- Premium Income

  Premium (net of goods and service tax), including reinstatement premium on direct business and reinsurance accepted, other than for Long term motor insurance policies for new cars and new two wheelers ('Long-term motor insurance policies') issued on and after September 1, 2018, having term of more than one year, is recognized as income at the commencement of risk over the contract period or the period of risk, whichever is appropriate, on a gross basis and for installment cases, it is recognized on installment due dates.
  Own Damage coverage premium in Long-term motor insurance policies is recognized in accordance with the movement IDV (Insured declared value) on a yearly basis over the policy period and Third Party coverage premium is recognized equally on a yearly basis over the policy period at the commencement of risk on 1/n basis where 'n' denotes the term of the policy period in years.
  Reinstatement premium is recorded as and when such premiums are recovered. Any subsequent revisions to premium are recognized in the year in which they occur over the remaining period of risk or contract period, as applicable. Adjustments to premium income arising on cancellation of policies are recognized in the period in which they are cancelled.

- Reinsurance Ceded

  Insurance premium on ceding of the risk other than Long-term motor insurance policies is recognized in the period in which the risk commences in accordance with reinsurance arrangements with the reinsurers. In case of Long-term motor insurance policies reinsurance premium is recognized on the insurance premium allocated for the year in accordance with reinsurance arrangements with the reinsurers. Any subsequent revisions to, refunds or cancellations of premiums are recognized in the year in which they occur.
  Premium on excess of loss reinsurance cover is accounted as per the terms of the reinsurance arrangements. Adjustment to reinsurance premium arising on cancellation of policies is recognized in the period in which they are cancelled.

- Commission income from reinsurance ceded

  Commission from reinsurance ceded is recognised as income on ceding of reinsurance premium in the period of ceding of risk. Profit commission under reinsurance treaties, wherever applicable, is recognised as income in the year of final determination of profits as confirmed by reinsurers and combined with commission on reinsurance ceded.

Material accounting policies of insurance business (Continued)

- Reserve for Unexpired Risk

  Reserve for unexpired risk represent that part of net written premium which is attributable to and allocated to the succeeding accounting periods. Reserve for unexpired risk is calculated on net written premium on all unexpired policies at the balance sheet date based on 1/365th method for all segments, other than Health insurance policies with Health 241 Add ON cover. In Marine Hull business it is subject to a minimum of 100%.
  In Switch product, the unexpired risk for Accidental damage cover is calculated on basis its usages i.e. used premium is accounted as earned premium and unused portion is accounted as unexpired risk reserve and for Fire & theft cover the unexpired risk is calculated on net written premium based on 1/365th method.

  In Health insurance policies with Health 241 Add ON cover; the unexpired risk is calculated on net written premium on all unexpired policies at the balance sheet date based on:

  a. 1/730 basis where there is no claim reported in the 1st year of policy
  b. 1/365 basis where the claim is reported in the 1st year of policy

- Claims Incurred

  Claims incurred comprise of claims paid (net of salvage and other recoveries), change in estimated liability for outstanding claims made following a loss occurrence reported and estimated liability for claims Incurred But Not Reported (IBNR) and claims Incurred But Not Enough Reported (IBNER). Further, claims incurred also include specific claim settlement costs comprising survey fees, legal expenses and other directly attributable costs. Claims (net of amounts receivable from reinsurers/coinsurers) are recognised on the date of intimation based on internal management estimates or on estimates from surveyors/insured in the respective revenue account(s).

  Estimated liability for outstanding claims at balance sheet date is recorded net of claims recoverable from / payable to co-insurers / reinsurers, salvage to the extent there is certainty of realisation and other recoveries. Estimated liability for outstanding claims is determined by the management on the basis of ultimate amounts likely to be paid on each claim, established by the management in light of past experience and progressively modified for changes as appropriate, on availability of further information and in cases where claim payment period exceeds four years based on actuarial valuation. These estimates include claim settlement costs likely to be incurred to settle outstanding claims.

  IBNR reserves are provisions for claims that may have been incurred during the accounting period but have not been reported or claimed. The IBNR provision also includes provision, for claims that have been incurred but are not enough reported (IBNER). The provision for IBNR and IBNER is based on actuarial estimate duly certified by the Appointed Actuary of ZGIL. The actuarial estimate is derived in accordance with relevant IRDAI regulations and Guidance Note GN 21 issued by the Institute of Actuaries of India. The Appointed Actuary has certified that the methodology and assumptions used to estimate the liability are appropriate and in accordance with guidelines and norms issued by the Institute of Actuaries of India in concurrence with the IRDAI regulations.

Material accounting policies of insurance business (Continued)

- Premium eficiency

  Premium deficiency ('PDR') is recognised at segmental revenue account level, when the sum of expected net claim costs, related expenses and maintenance costs (related to claims handling) exceed the reserve for unexpired risks. The premium deficiency is calculated and duly certified by the Appointed Actuary.

7. Critical accounting judgements and key sources of estimation uncertainty

In the application of the Group's accounting policies, the management is required to make judgements, estimates and assumptions about the carrying amounts of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

7.1. Critical judgements in applying accounting policies

The following are the critical judgements, apart from those involving estimations, that the management has made in the process of applying the Group's accounting policies and that have the most significant effect on the amounts recognised in the consolidated financial statements.

a) Business model assessment

Classification and measurement of financial assets depends on the results of business model test. The Group determines the business model at a level that reflects how groups of financial assets are managed together to achieve a particular business objective. This assessment includes judgement reflecting all relevant evidence including how the performance of the assets is evaluated and their performance is measured, the risks that affect the performance of the assets and how these are managed and how the managers of the assets are compensated. The Group monitors financial assets measured at amortised cost that are derecognised prior to their maturity to understand the quantum, the reason for their disposal and whether the reasons are consistent with the objective of the business for which the asset was held. Group continuously monitors whether the business model for which the remaining financial assets are held continues to be appropriate and if it is not appropriate whether there has been a change in business model and so a prospective change to the classification of those assets is required.

b) Significant increase in credit risk

ECL is measured as allowance equal to 12-month ECL for stage 1 assets, or lifetime ECL for stage 2 or stage 3 assets. An asset moves to stage 2 when its credit risk has increased significantly since initial recognition. In assessing whether the credit risk of an asset has significantly increased the Group takes into account qualitative and quantitative reasonable and supportable forward-looking information.

Critical accounting judgements and key sources of estimation uncertainty (Continued)

c) Consolidation of structured entities

A structured entity is an entity that has been designed so that voting or similar rights are not the dominant factor in deciding who controls the entity, such as when any voting rights relate to administrative tasks only and the relevant activities are directed by means of contractual arrangements. In the context of the Group, structured entities comprise securitisation trusts in asset reconstruction business, mutual fund schemes and alternative investment funds / schemes thereof. The Group consolidates the structured entities that it controls. When making this judgement, the Group also considers voting and similar rights available to itself and other parties, who may limit the Group's ability to control, including rights to appoint, reassign or remove members of the structured entity's key management personnel who have the ability to direct the relevant activities, the exposure to variability of returns and whether the Group has the ability to use its power to affect the amount of the Group's returns i.e. the variability of returns in relation to the total returns of the investee entity.

d) Determining lease term for lease contracts with renewal and termination option

The Group determines the lease term as the non-cancellable term of the lease, together with any periods covered by an option to extend the lease if it is reasonably certain to be exercised, or any periods covered by an option to terminate the lease, if it is reasonably certain not to be exercised.

The Group has several lease contracts that include extension and termination options. The Group applies judgement in evaluating whether it is reasonably certain, whether or not, to exercise the option to renew or terminate the lease. That is, it considers all relevant factors that create an economic incentive for it to exercise either the renewal or termination. After the commencement date, the Group reassesses the lease term if there is a significant event or change in circumstances that is within its control that affects its ability to exercise or not to exercise the option to renew or to terminate (e.g., construction of significant leasehold improvements or significant customisation of the leased asset).

7.2 Key sources of estimation uncertainty

The Group based its assumptions and estimates on parameters available all the time consolidated financial statements were prepared. Existing circumstances and assumptions about future developments, however, may change due to market changes or circumstances arising that are beyond the control of the Group. Such changes are reflected in the assumptions when they occur. Following are the key assumptions concerning the future, and other key sources of estimation uncertainty at the end of the reporting period that may have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year.

a. Fair value of financial instruments

The fair value of financial instruments is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction in the principal (or most advantageous) market at the measurement date under current market conditions (i.e., an exit price) regardless of whether that price is directly observable or estimated using another valuation technique. When the fair values of financial assets and financial liabilities recorded in the balance sheet cannot be derived from active markets, they are determined using a variety of valuation techniques that include the use of valuation models. The inputs to these models are taken from observable markets wherever possible, but where this is not feasible, estimation is required in establishing fair values.

Critical accounting judgements and key sources of estimation uncertainty (Continued)

For Investments made into Security receipts (SRs), Group uses discounted cash flow model, given that the SRs are less liquid instruments. Expected cash flow levels including timing of cash flows are estimated by using quantitative and qualitative measures regarding the characteristics of the underlying assets including default rates, nature and value of collaterals, manner of resolution and other economic drivers. For any valuation which are based on models, Judgements and estimates are applied, which include considerations of liquidity, credit risk (both own and counterparty), funding value adjustments, correlation and volatility.

b. Impairment of financial assets

The measurement of impairment losses across all categories of financial assets requires judgement, in particular, the estimation of the amount and timing of future cash flows and collateral values when determining impairment losses and the assessment of a significant increase in credit risk. These estimates are driven by a number of factors, changes in which can result in different levels of allowances.

The Group's ECL calculations are outputs of models with a number of underlying assumptions regarding the choice of variable inputs and their interdependencies. Elements of the ECL models that are considered accounting judgements and estimates include:

a. PD calculation includes historical data, assumptions and expectations of future conditions.
b. The Group's criteria for assessing if there has been a significant increase in credit risk and so allowances for financial assets should be measured on a life-time expected credit loss and the qualitative assessment.
c. The segmentation of financial assets when their ECL is assessed on a collective basis.
d. Development of ECL models, including the various formulas and the choice of inputs.
e. Determination of associations between macroeconomic scenarios and, economic inputs, such as unemployment levels and collateral values, and the effect on PDs, EAD and LGD
f. Selection of forward-looking macroeconomic scenarios and their probability weightings, to derive the economic inputs into the ECL models

It is Group's policy to regularly review its models in the context of actual loss experience and adjust when necessary.

c. Effective interest rate method

The Group's EIR methodology, as explained in Note 5.1, recognises interest income / expense using a rate of return that represents the best estimate of a constant rate of return over the expected behavioural life of loans given / taken and recognises the effect of characteristics of the product life cycle.
This estimation, by nature, requires an element of judgement regarding the expected behaviour and life-cycle of the instruments, as well expected changes fee income/expense that are integral parts of the instrument.

d. Accounting for deferred taxes

Deferred tax assets are recognised for unused tax losses to the extent that it is probable that taxable profit will be available against which the losses can be utilised. Significant management judgement is required to determine the amount of deferred tax assets that can be recognised, based upon the likely timing and the level of future taxable profits together with future tax planning strategies.

The Group has recognised deferred tax assets on carried forward tax losses with respect to certain subsidiaries where the Group believes that the said deferred tax assets shall be recoverable based on the estimated future taxable income which in turn is based on approved business plans and budgets. The losses are allowed to be carried forward to the years in which the Group expects that there will be sufficient taxable profits to offset these losses.

Critical accounting judgements and key sources of estimation uncertainty (Continued)

e. Estimating the incremental borrowing rate

The Group cannot readily determine the interest rate implicit in the lease, therefore, it uses its incremental borrowing rate ('IBR') to measure lease liabilities. Incremental borrowing rate is the rate of interest that the Group would have to pay to borrow over a similar term, and with a similar security, the funds necessary to obtain an asset of a similar value to the right-of-use asset in a similar economic environment.

f. Asset liability management

Management has made an assessment of its ability to continue and is satisfied that it has the resources to continue in business for the foreseeable future.

8. Cash and cash equivalents

Particulars	As at 31 March 2025	As at 31 March 2024
Cash on hand	**32.32**	37.85
Cheques on hand	**394.71**	353.94
Balances with banks: (refer note 1 below)		
-in Current accounts	**29,512.92**	16,849.10
-in fixed deposits with original maturity less than three months	**17,288.27**	6,491.29
Total	**47,228.22**	23,732.18

Note 1:
Pledged bank balance/fixed deposits aggregating to ₹ 1,260.66 million (previous year ₹ 1,792.95 million) against debt securities issued.

9. Bank Balance other than cash and cash equivalents

Particulars	As at 31 March 2025	As at 31 March 2024
Fixed deposits with original maturity more than three months at amortised cost (refer Note 1 below)	**5,169.21**	9,565.99
Earmarked balance with banks (Unpaid dividend accounts)	**9.40**	9.77
Total	**5,178.61**	9,575.76

Note 1:

- Pledged fixed deposit aggregating to ₹ 3,435.73 million (previous year ₹ 3,121.07 million) with bank for securing credit facilities, obtaining bank guarantees, securitisation contracts and meeting margin requirement for trading in cross currency swaps and forward margin and with various regulators like VAT,CST and excise authorities.

10. Derivative financial instruments

	As at 31 March 2025	Notional amount (Units in millions)	Fair value of asset (₹ in millions)	Notional amount (Units in millions)	Fair value of liability (₹ in millions)
(i)	**Currency derivatives**				
	Currency Forwards	**32.83**	**736.36**	**-**	**-**
	Options purchased	**12.00**	**3.28**	**-**	**-**
	Options sold	**0.00**	**-**	**10.50**	**2.72**
	Less: Amount offset (refer note 10.1)	**(32.83)**	**(736.36)**	**(10.50)**	**(2.72)**
	Subtotal (i)		**3.28**		**-**
(ii)	**Interest rate derivatives**				
	Forwards and Interest Rate Swaps	**22,179.87**	**863.50**	**15,43,424.01**	**64.90**
	Futures	**0.00**	**-**	**59.54**	**19.31**
	Less: Amount offset (refer note 10.1)	**(20,641.37)**	**(794.53)**	**(15,43,483.55)**	**(41.06)**
	Subtotal (ii)		**68.97**		**43.15**
(iii)	**Equity linked derivatives**				
	Stock Futures	**4.19**	**34.99**	**5.79**	**58.03**
	Options purchased	**0.30**	**3.73**	**-**	**-**
	Options sold (written)	**0.00**	**-**	**0.10**	**0.77**
	Less: Amount offset (refer note 10.1)	**(4.19)**	**(34.99)**	**(5.79)**	**(58.03)**
	Subtotal (iii)		**3.73**		**0.77**
(iv)	**Index linked derivatives**				
	Index Futures	**140.84**	**28.48**	**0.05**	**4.99**
	Options purchased	**19.83**	**74.39**	**-**	**-**
	Options sold (written)	**0.00**	**-**	**0.55**	**123.81**
	Less: Amount offset (refer note 10.1)	**(140.84)**	**(28.48)**	**(0.07)**	**(10.53)**
	Subtotal (iv)		**74.39**		**118.27**
(v)	**Embedded derivatives**				
	In market linked debentures	**0.00**	**636.68**	**-**	**1,265.11**
	Subtotal (v)		**636.68**		**1,265.11**
(vi)	**Commodity derivatives**				
	Commodity Futures	**0.00**	**0.20**	**-**	**-**
	Less: Amount offset (refer note 10.1)	**(0.00)**	**(0.20)**	**-**	**-**
	Subtotal (vi)		**-**		**-**
	Total		**787.05**		**1,427.30**

10. Derivative financial instruments (Continued)

	As at 31 March 2024	Notional amount (Units in millions)	Fair value of asset (₹ in millions)	Notional amount (Units in millions)	Fair value of liability (₹ in millions)
(i)	Currency derivatives				
	Currency Futures	1.84	174.44	-	-
	Options purchased	100.00	53.05	-	-
	Options sold	-	-	93.50	42.98
	Less: Amount offset (refer note 10.1)	(1.84)	(174.44)	(93.50)	(42.98)
	Sub total (i)		53.05		-
(ii)	Interest rate derivatives				
	Forwards and Interest Rate Swaps	37,036.15	875.53	10,978.19	26.82
	Futures	-	-	25.06	4.71
	Less: Amount offset (refer note 10.1)	(16,720.62)	(679.92)	(3,203.25)	(9.56)
	Subtotal (ii)		195.61		21.97
(iii)	Equity linked derivatives				
	Stock Futures	12.58	139.06	6.27	34.29
	Options purchased	9.33	327.85	-	-
	Options sold (written)	-	-	9.33	231.16
	Less: Amount offset (refer note 10.1)	(12.58)	(139.06)	(6.27)	(34.29)
	Subtotal (iii)		327.85		231.16
(iv)	Index linked derivatives				
	Index Futures	0.18	15.93	0.08	3.54
	Options purchased	9.09	316.26	0.11	5.02
	Options sold (written)	-	-	0.75	248.89
	Less: Amount offset (refer note 10.1)	(0.18)	(15.93)	(0.10)	(7.66)
	Subtotal (iv)		316.26		249.79
(v)	Embedded derivatives				
	In market linked debentures	0.00	299.64	0.00	652.91
	Subtotal (v)		299.64		652.91
(vi)	Commodity derivatives				
	Commodity Futures	0.03	2.32	-	-
	Less: Amount offset (refer note 10.1)	(0.03)	(2.32)	-	-
	Subtotal (vi)		-		-
	Total		1,192.41		1,155.83

0.00 million indicates amount less than ₹ 0.01 million

Notes

1 Notional amounts in the above tables refer to number of underlying equity shares in case of stock futures and options, number of underlying index units in case of index-linked derivatives, number of underlying currency units in case of currency derivatives, number of underlying government securities / bonds in case of interest rate futures, amount of notional currency in case of interest rate swaps.

2 Group has designed a risk based strategy to cover exposure on issued Benchmarked Linked Debentures, by entering into a derivative contracts either to minimise the loss or to earn a minimum committed income by entering into a combination of derivative contracts (say for example purchased call and put options) with a wide range of strike prices. Above strategy has been approved by the risk committee of respective subsidiary Companies in the Group and ensures that risk is fully or partially covered, which supports to reduce the risk exposure.

10.1 Offsetting:

The tables below summarise the financial assets and liabilities subject to offsetting, enforceable master netting and similar agreements, as well as financial collateral received to mitigate credit exposures for these financial assets, and whether offset is achieved in the balance sheet:

Financial assets subject to offsetting, netting arrangements
As at 31 March 2025:

Financial assets subject to offsetting	**Offsetting recognised in the balance sheet**			**Netting potential not recognised in balance sheet**			**Assets not subject to netting arrangements**	**Total assets**	**Maximum Exposure to Risk**
	Gross asset before offset	**Amount offset***	**Net asset recognised in balance sheet**	**Financial liabilities**	**Collateral received**	**Assets after consideration of netting potential**	**Assets recognised in the balance sheet**	**Recognised in the balance sheet**	**After consideration of netting potential**
Derivative financial assets	**2,381.61**	**1,594.56**	**787.05**	**43.20**	**138.40**	**882.25**	**-**	**787.05**	**882.25**
Margin placed with broker	**49.50**	**3.50**	**46.00**	**-**	**-**	**46.00**	**-**	**46.00**	**46.00**

Financial liabilities subject to offsetting	**Offsetting recognised in the balance sheet**			**Netting potential not recognised in balance sheet**			**Liabilities not subject to netting arrangements**	**Total liabilities**	**Maximum Exposure to Risk**
	Gross liability before offset	**Amount offset***	**Net liability recognised in balance sheet**	**Financial assets**	**Collateral paid**	**Liabilities after consideration of netting potential**	**Liabilities recognised on the balance sheet**	**Recognised in the balance sheet**	**After consideration of netting potential**
Derivative financial liabilities	**1,539.64**	**112.34**	**1,427.30**	**43.15**	**-**	**1,384.15**	**-**	**1,427.30**	**1,384.15**
Margin Payable	**7.08**	**-**	7.08	**-**	**-**	**7.08**	**-**	**7.08**	**7.08**

As at 31 March 2024:

Financial assets subject to offsetting	Offsetting recognised in the balance sheet			Netting potential not recognised in balance sheet			Assets not subject to netting arrangements	Total assets	Maximum Exposure to Risk
	Gross asset before offset	Amount offset*	Net asset recognised in balance sheet	Financial liabilities	Collateral received	Assets after consideration of netting potential	Assets recognised in the balance sheet	Recognised in the balance sheet	After consideration of netting potential
Derivative financial assets	2,204.08	1,011.67	1,192.41	21.98	57.00	1,227.43	-	1,192.41	1,227.43
Margin placed with broker	788.64	(46.03)	834.67	-	-	834.67	-	834.67	834.67

Financial liabilities subject to offsetting	Offsetting recognised in the balance sheet			Netting potential not recognised in balance sheet			Liabilities not subject to netting arrangements	Total liabilities	Maximum Exposure to Risk
	Gross liability before offset	Amount offset*	Net liability recognised in balance sheet	Financial assets	Collateral paid	Liabilities after consideration of netting potential	Liabilities recognised on the balance sheet	Recognised in the balance sheet	After consideration of netting potential
Derivative financial liabilities	1,250.32	94.49	1,155.83	21.98	-	1,133.85	-	1,155.83	1,133.85

*As at the reporting date the amount of cash margin received that has been offset against gross derivative assets ₹ 1,594.56 million (Previous year ₹ 1,011.67 million). As at the reporting date the amount of cash margin paid that has been offset against gross derivative liability ₹ 112.35 million (Previous year ₹ 94.49 million).

11. Trade Receivables

Particulars	As at 31 March 2025	As at 31 March 2024
Receivables considered good - unsecured	**4,139.68**	3,794.87
Receivables which have significant increase in credit risk	**13.41**	154.04
Receivables - credit impaired	**615.55**	1,142.22
Gross receivables	**4,768.64**	5,091.13
Less : Allowance for expected credit losses - Provision for impairment - unsecured	**(303.11)**	(667.43)
Less : Allowance for expected credit losses - Receivables which have significant increase in credit risk	**(11.45)**	(71.49)
Less : Allowance for expected credit losses - Provision for impairment - credit impaired	**(517.56)**	(776.84)
Total allowance for expected credit losses (ECL)	**(832.12)**	(1,515.76)
Total receivables net of provision	**3,936.52**	3,575.37

11.1 Trade receivables ageing schedule

As at 31 March 2025	**Outstanding for following periods from due date of payment**					
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	3,713.92	114.20	180.75	130.81	-	4,139.68
(ii) Undisputed Trade Receivables – which have significant increase in credit risk	-	2.62	1.95	2.32	6.52	13.41
(iii) Undisputed Trade Receivables – credit impaired	16.24	5.75	37.66	62.96	492.94	615.55
(iv) Disputed Trade Receivables–considered good	-	-	-	-	-	-
(v) Disputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-
(vi) Disputed Trade Receivables – credit impaired	-	-	-	-	-	-
Gross receivables (A)	**3,730.16**	**122.57**	**220.36**	**196.09**	**499.46**	**4,768.64**
(i) Undisputed Trade receivables – considered good	(294.51)	(1.32)	(7.07)	(0.21)	-	(303.11)
(ii) Undisputed Trade Receivables – which have significant increase in credit risk	-	(0.66)	(1.95)	(2.32)	(6.52)	(11.45)
(iii) Undisputed Trade Receivables – credit impaired	(1.24)	(0.75)	(12.66)	(17.46)	(485.45)	(517.56)
(iv) Disputed Trade Receivables–considered good	-	-	-	-	-	-
(v) Disputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-
(vi) Disputed Trade Receivables – credit impaired	-	-	-	-	-	-
Total ECL Provision on receivables (B)	(295.75)	(2.73)	(21.68)	(19.99)	(491.97)	(832.12)
Total receivables net of provision = (A)-(B)	**3,434.41**	**119.84**	**198.68**	**176.10**	**7.49**	**3,936.52**

As at 31 March 2024	**Outstanding for following periods from due date of payment**					
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	3,754.13	37.72	2.40	0.44	0.18	3,794.87
(ii) Undisputed Trade Receivables – which have significant increase in credit risk	32.63	111.94	2.32	7.15	-	154.04
(iii) Undisputed Trade Receivables – credit impaired	53.20	113.10	104.02	112.79	759.11	1,142.22
(iv) Disputed Trade Receivables–considered good	-	-	-	-	-	-
(v) Disputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-
(vi) Disputed Trade Receivables – credit impaired	-	-	-	-	-	-
Gross receivables (A)	**3,839.96**	**262.76**	**108.74**	**120.38**	**759.29**	**5,091.13**
(i) Undisputed Trade receivables – considered good	(660.53)	(3.88)	(2.40)	(0.44)	(0.18)	(667.43)
(ii) Undisputed Trade Receivables – which have significant increase in credit risk	(18.66)	(43.36)	(2.32)	(7.15)	-	(71.49)
(iii) Undisputed Trade Receivables – credit impaired	(27.44)	(55.73)	(27.99)	(33.89)	(631.79)	(776.84)
(iv) Disputed Trade Receivables–considered good	-	-	-	-	-	-
(v) Disputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-
(vi) Disputed Trade Receivables – credit impaired	-	-	-	-	-	-
Total ECL Provision on receivables (B)	(706.63)	(102.97)	(32.71)	(41.48)	(631.97)	(1,515.76)
Total receivables net of provision = (A)-(B)	**3,133.33**	**159.79**	**76.03**	**78.90**	**127.32**	**3,575.37**

The unbilled amout is ₹ Nil (previous year ₹ 15.00 million)
Trade Receivables are generally on term of 0 to 90 days

No trade or other receivable are due from directors or other officers of the Group either severally or jointly with any other person. Nor any trade or other receivable are due from firms or private companies respectively in which any director is a partner, a director or a member.

11.2 Reconciliation of impairment allowance on trade receivables:

Particulars	Amount
Impairment allowance measured as per simplified approach	
Impairment allowance as on 01 April 2023	**1,155.25**
Net increase/(decrease) during the year	360.51
Impairment allowance as on 31 March 2024	**1,515.76**
Net increase/(decrease) during the year	(683.64)
Impairment allowance as on 31 March 2025	**832.12**

12. Loans

Particulars	As at 31 March 2025				As at 31 March 2024			
	at amortised cost	**at FVTPL**	**at FVOCI**	**Total**	at amortised cost	at FVTPL	at FVOCI	Total
Term Loans								
Corporate and Retail Credit	**95,024.43**	**1,693.60**	**29,570.41**	**1,26,288.44**	1,08,341.47	2,641.83	34,797.54	1,45,780.84
Distressed Credit	**9,549.75**	**-**	**17,807.93**	**27,357.68**	14,283.19	-	22,010.76	36,293.95
Other Credit	**743.80**	**-**	**-**	**743.80**	522.44	-	-	522.44
Total Gross (A)	**1,05,317.98**	**1,693.60**	**47,378.34**	**1,54,389.92**	1,23,147.10	2,641.83	56,808.30	1,82,597.23
Less: Impairment loss allowance	**18,807.14**	**-**	**13,369.74**	**32,176.88**	22,206.19	-	12,350.72	34,556.91
Total (Net) (A)	**86,510.84**	**1,693.60**	**34,008.60**	**1,22,213.04**	1,00,940.91	2,641.83	44,457.58	1,48,040.32
Secured by tangible assets (Property including land, building, project receivables and others)	**93,786.09**	**1,693.60**	**46,958.84**	**1,42,438.53**	1,11,140.09	2,641.83	55,880.56	1,69,662.48
Secured by intangible assets (fixed deposits, marketable securities and others)	**1,502.07**	**-**	**419.50**	**1,921.57**	1,284.79	-	870.25	2,155.04
Unsecured	**10,029.82**	**-**	**-**	**10,029.82**	10,722.22	-	57.49	10,779.71
Total Gross (B)	**1,05,317.98**	**1,693.60**	**47,378.34**	**1,54,389.92**	1,23,147.10	2,641.83	56,808.30	1,82,597.23
Less: Impairment loss allowance	**18,807.14**	**-**	**13,369.74**	**32,176.88**	22,206.19	-	12,350.72	34,556.91
Total (Net) (B)	**86,510.84**	**1,693.60**	**34,008.60**	**1,22,213.04**	1,00,940.91	2,641.83	44,457.58	1,48,040.32
Loans in India								
Public sector	**-**	**-**	**-**	**-**	**-**	**-**	**-**	-
Others	**1,05,317.98**	**1,693.60**	**47,378.34**	**1,54,389.92**	1,23,147.10	2,641.83	56,808.30	1,82,597.23
Total Gross (C)	**1,05,317.98**	**1,693.60**	**47,378.34**	**1,54,389.92**	1,23,147.10	2,641.83	56,808.30	1,82,597.23
Less: Impairment loss allowance	**18,807.14**	**-**	**13,369.74**	**32,176.88**	22,206.19	-	12,350.72	34,556.91
Total (Net) (C) (I)	**86,510.84**	**1,693.60**	**34,008.60**	**1,22,213.04**	1,00,940.91	2,641.83	44,457.58	1,48,040.32
Loans outside India	**-**	**-**	**-**	**-**	-	-	-	-
Less: Impairment loss allowance	**-**	**-**	**-**	**-**	-	-	-	-
Total (Net) (C) (II)	**-**	**-**	**-**	**-**	-	-	-	-
Total (C) (I) and (C) (II)	**86,510.84**	**1,693.60**	**34,008.60**	**1,22,213.04**	1,00,940.91	2,641.83	44,457.58	1,48,040.32

Note: Loans including Installment and Interest outstanding due from the directors amounts to ₹ Nil million (Previous year ₹ Nil million).

12. Loans *(Continued)*

12.1 Credit Quality

The table below shows the credit quality and the maximum exposure to credit risk based on the Group's internal grading and year-end stage classification. The amounts presented are gross of impairment allowances. Details of the Group's internal grading system and policies on whether ECL allowances are calculated on an individual or collective basis are set out in Note 55.7.

Loans at amortised cost & FVOCI

Particulars	As at 31 March 2025					As at 31 March 2024				
	Stage I	Stage II	Stage III[1]	POCI	Total	Stage I	Stage II	Stage III[1]	POCI	Total
Performing										
High grade	44,619.04	-	-	-	**44,619.04**	42,771.90	-	-	-	42,771.90
Standard grade	-	3,786.20	-	-	**3,786.20**	-	4,849.17	-	-	4,849.17
Non-performing										
Impaired	-	-	76,933.40	27,357.68	**1,04,291.08**	-	-	96,040.38	36,293.95	1,32,334.33
Total	**44,619.04**	**3,786.20**	**76,933.40**	**27,357.68**	**1,52,696.32**	42,771.90	4,849.17	96,040.38	36,293.95	1,79,955.40

Gross carrying amount and corresponding ECL reconciliation – Loans

Particulars	Non-credit impaired				Credit impaired		POCI	Total	
	Stage I		Stage II		Stage III		POCI		
	Gross carrying amount	Allowance for ECL	Gross carrying amount	Allowance for ECL	Gross carrying amount	Allowance for ECL[2]	Carrying amount (Net of Allowance for ECL)	Gross carrying amount	Allowance for ECL
Balance at 31 March 2023	**47,843.81**	**627.46**	**24,765.98**	**2,190.43**	**1,31,547.15**	**48,413.91**	**17,966.05**	**2,22,122.99**	**51,231.80**
Transfers:									
Transfers to 12 Month ECL (Stage 1)	1,657.63	132.01	(1,609.07)	(123.15)	(48.56)	(8.86)	-	-	-
Transfers to lifetime ECL (Stage 2)	(1,714.90)	(96.59)	1,759.36	105.32	(44.46)	(8.73)	-	-	-
Transfers to lifetime ECL- Credit impaired (Stage 3)	(1,091.90)	(32.52)	(6,712.52)	(278.71)	7,804.42	311.23	-	-	-
Net re-measurement of ECL arising from transfer of stage	-	(126.16)	-	(31.87)	-	5,787.91	-	-	5,629.88
Net new and further lending/(repayments) (including write-off) and sale to ARC	(3,922.74)	(229.74)	(13,354.58)	(1,344.56)	(43,218.17)	(20,730.47)	18,327.90	(42,167.59)	(22,304.77)
Balance at 31 March 2024	**42,771.90**	**274.46**	**4,849.17**	**517.46**	**96,040.38**	**33,764.99**	**36,293.95**	**1,79,955.40**	**34,556.91**
Transfers:									
Transfers to 12 Month ECL (Stage 1)	**577.45**	**73.39**	**(512.40)**	**(62.30)**	**(65.05)**	**(11.09)**	**-**	**-**	**-**
Transfers to lifetime ECL (Stage 2)	**(1,069.74)**	**(20.24)**	**1,014.20**	**26.02**	**55.54**	**(5.78)**	**-**	**-**	**-**
Transfers to lifetime ECL- Credit impaired (Stage 3)	**(625.80)**	**(22.42)**	**(339.50)**	**(41.98)**	**965.30**	**64.40**	**-**	**-**	**-**
Net re-measurement of ECL arising from transfer of stage	**-**	**(21.36)**	**-**	**30.54**	**-**	**5,109.62**	**-**	**-**	**5,118.80**
Net new and further lending/(repayments) (including write-off) and sale to ARC	**2,965.23**	**80.96**	**(1,225.27)**	**(132.91)**	**(20,062.77)**	**(7,446.88)**	**(8,936.27)**	**(27,259.08)**	**(7,498.83)**
Balance at 31 March 2025	**44,619.04**	**364.79**	**3,786.20**	**336.83**	**76,933.40**	**31,475.26**	**27,357.68**	**1,52,696.32**	**32,176.88**

[1]This also includes stage III assets on distressed assets book, interest accrued on non-performing assets and stage III assets held by Group entities other than NBFCs on trade and general purpose advances.

[2]Allowance under this category also includes provision on assets as mentioned in note 1 above.

13. Investments

As at 31 March 2025	**Amortised cost**	**FVOCI**	**FVTPL**	**Total**
Security Receipts	**-**	**6,548.65**	**10,863.43**	**17,412.08**
Government Securities	**-**	**29,849.04**	**45,933.13**	**75,782.17**
Equity Shares	**-**	**-**	**23,415.93**	**23,415.93**
Debt securities	**5,210.83**	**13,944.63**	**9,324.15**	**28,479.61**
AIF Fund	**-**	**-**	**16,345.53**	**16,345.53**
Mutual Fund	**-**	**-**	**7,651.86**	**7,651.86**
Preference Shares	**-**	**-**	**1,283.90**	**1,283.90**
Others	**1,502.45**	**1,646.39**	**2,660.49**	**5,809.33**
Total	**6,713.28**	**51,988.71**	**1,17,478.42**	**1,76,180.41**
Investments in India	**6,308.37**	**51,988.71**	**1,11,687.16**	**1,69,984.24**
Investments outside India	**404.91**	**-**	**5,791.26**	**6,196.17**
Total	**6,713.28**	**51,988.71**	**1,17,478.42**	**1,76,180.41**
Less - Impairment Loss allowance	**439.09**	**-**	**-**	**439.09**
Total	**6,274.19**	**51,988.71**	**1,17,478.42**	**1,75,741.32**

As at 31 March 2024	Amortised cost	FVOCI	FVTPL	Total
Security Receipts	-	10,783.80	15,255.45	26,039.25
Government Securities	-	23,895.11	44,205.64	68,100.75
Equity Shares	-	-	42,153.71	42,153.71
Debt securities	10,393.47	4,957.30	9,197.88	24,548.65
AIF Fund	-	-	11,860.86	11,860.86
Mutual Fund	-	-	7,492.05	7,492.05
Preference Shares	-	-	970.16	970.16
Others	719.13	-	3,193.73	3,912.86
Total	11,112.60	39,636.21	1,34,329.48	1,85,078.29
Investments in India	11,112.60	39,636.21	1,28,512.56	1,79,261.37
Investments outside India	-	-	5,816.92	5,816.92
Total	11,112.60	39,636.21	1,34,329.48	1,85,078.29
Less - Impairment Loss allowance	163.54	-	-	163.54
Total	10,949.06	39,636.21	1,34,329.48	1,84,914.75

Note: Investments pledged with bank, exchange, brokers and against debts securities issued is amounting to ₹ 13,864.44 million (previous year ₹ 41,365.92 million)

13. Investments (Continued)

13.1 Investments measured at FVOCI

Credit quality of assets

The table below shows the gross carrying amount of the Group's investments measured at FVOCI by credit risk, based on the Group's internal credit rating system and year-end stage classification. The amount presented are gross of impairment allowances. Details of the Group's internal grading system and policies on whether Expected Credit Loss (ECL allowances) are calculated on an individual or collective basis are set out in Note 55.7

As at 31 March 2025				
Particulars	**Gross carrying amount (Stage 1)**	**Gross carrying amount (Stage 2)**	**Gross carrying amount (Stage 3)**	**Gross carrying amount Total**
High grade	**51,988.71**	**-**	**-**	**51,988.71**
Standard grade	**-**	**-**	**-**	**-**
Individually impaired	**-**	**-**	**-**	**-**
Total	**51,988.71**	**-**	**-**	**51,988.71**

As at 31 March 2024				
Particulars	Gross carrying amount (Stage 1)	Gross carrying amount (Stage 2)	Gross carrying amount (Stage 3)	Gross carrying amount Total
High grade	39,636.21	-	-	39,636.21
Standard grade	-	-	-	-
Individually impaired	-	-	-	-
Total	39,636.21	-	-	39,636.21

Reconciliation of gross carrying amount and corresponding ECL for investments measured at FVOCI

	As at 31 March 2025			
Particulars	**Gross Carrying Amount (Stage 1)**	**12 months ECL allowance (Stage 1)**	**Gross Carrying Amount (Stage 3)**	**12 months ECL allowance (Stage 3)**
Gross carrying amount - opening balance	**39,636.21**	**-**	**-**	**-**
Assets originated or purchased and derecognised or matured (excluding write offs) (including gains / losses thereon) net	**9,670.51**	**-**	**-**	**-**
Interest income during the year	**2,681.99**	**-**	**-**	**-**
Foreign Exchange	**-**	**-**	**-**	**-**
Transfer to Stage 1	**-**	**-**	**-**	**-**
Transfer to Stage 2	**-**	**-**	**-**	**-**
Transfer to Stage 3	**-**	**-**	**-**	**-**
Impact of year end ECL of exposures transferred between stages during the year	**-**	**-**	**-**	**-**
Gross carrying amount - closing balance	**51,988.71**	**-**	**-**	**-**

Reconciliation of gross carrying amount and corresponding ECL for investments measured at FVOCI

	As at 31 March 2024			
Particulars	Gross Carrying Amount (Stage 1)	12 months ECL allowance (Stage 1)	Gross Carrying Amount (Stage 3)	12 months ECL allowance (Stage 3)
Gross carrying amount - opening balance	24,727.26	-	-	-
Assets originated or purchased and derecognised or matured (excluding write offs) (including gains / losses thereon) net	12,751.42	-	-	-
Interest income during the year	2,157.53	-	-	-
Foreign Exchange	-	-	-	-
Transfer to Stage 1	-	-	-	-
Transfer to Stage 2	-	-	-	-
Transfer to Stage 3	-	-	-	-
Impact of year end ECL of exposures transferred between stages during the year	-	-	-	-
Gross carrying amount - closing balance	39,636.21	-	-	-

13. Investments (Continued)

13.2 Investments measured at amortised cost

The table below shows the gross carrying amount of the Group's investments measured at amortised cost by credit risk, based on the Group's internal credit rating system and year-end stage classification. The amount presented are gross of impairment allowances. Details of the Group's internal grading system and policies on whether ECL allowances are calculated on an individual or collective basis are set out in Note 55.7

As at 31 March 2025				
Particulars	**Gross carrying amount (Stage 1)**	**Gross carrying amount (Stage 2)**	**Gross carrying amount (Stage 3)**	**Gross carrying amount Total**
High grade	**6,713.28**	**-**	**-**	**6,713.28**
Standard grade	**-**	**-**	**-**	**-**
Individually impaired	**-**	**-**	**-**	**-**
Total	**6,713.28**	**-**	**-**	**6,713.28**

As at 31 March 2024				
Particulars	**Gross carrying amount (Stage 1)**	**Gross carrying amount (Stage 2)**	**Gross carrying amount (Stage 3)**	**Gross carrying amount Total**
High grade	11,112.60	-	-	11,112.60
Standard grade	-	-	-	-
Individually impaired	-	-	-	-
Total	11,112.60	-	-	11,112.60

Reconciliation of gross carrying amount for investments measured at amortised cost

	As at 31 March 2025			
Particulars	**Gross carrying amount (Stage 1)**	**12 months ECL allowance (Stage 1)**	**Gross carrying amount (Stage 3)**	**12 months ECL allowance (Stage 3)**
Gross carrying amount - opening balance	**11,112.60**	163.54	-	-
Assets originated or purchased and derecognised or matured (excluding write offs) (including gains / losses thereon) net	**(4,496.93)**	**275.55**	**-**	**-**
Changes to contractual cash flows due to modifications not resulting in derecognition	**97.61**	**-**	**-**	**-**
Amounts written off	**-**	**-**	**-**	**-**
Transfer to Stage 1	**-**	**-**	**-**	**-**
Transfer to Stage 2	**-**	**-**	**-**	**-**
Transfer to Stage 3	**-**	**-**	**-**	**-**
Gross carrying amount - closing balance	**6,713.28**	**439.09**	**-**	**-**

	As at 31 March 2024			
Particulars	Gross carrying amount (Stage 1)	12 months ECL allowance (Stage 1)	Gross carrying amount (Stage 3)	12 months ECL allowance (Stage 3)
Gross carrying amount - opening balance	2,149.02	-	22.67	3.46
Assets originated or purchased and derecognised or matured (excluding write offs) (including gains / losses thereon) net	8,899.60	163.54	(22.67)	(3.46)
Changes to contractual cash flows due to modifications not resulting in derecognition	63.98	-	-	-
Amounts written off	-	-	-	-
Transfer to Stage 1	-	-	-	-
Transfer to Stage 2	-	-	-	-
Transfer to Stage 3	-	-	-	-
Gross carrying amount - closing balance	11,112.60	163.54	-	-

14. Other financial assets

Particulars	As at 31 March 2025	As at 31 March 2024
Receivable from Trust	**1,184.64**	1,128.20
Receivable from exchange / clearing house (net)	**690.30**	179.70
Deposits placed with exchange/ depositories	**205.78**	236.59
Margin placed with broker	**2,932.16**	5,720.17
Rental deposits	**141.27**	146.59
Deposits- others	**53.98**	40.33
Reinsurance receivables	**4,332.53**	2,850.08
Unclaimed amount of policyholders	**3.82**	10.66
Others	**773.69**	650.62
Total	**10,318.17**	10,962.94

15. Deferred tax assets and liabilities

Deferred tax assets (net)

Particulars	As at 31 March 2025	As at 31 March 2024
Provision for expected credit losses	**1,490.74**	1,459.09
Unused tax losses / credits	**16,218.32**	16,734.38
Employee benefits obligations	**118.75**	92.19
Fair valuation of Financial Assets	**1,070.71**	(1,562.75)
Fair valuation of Derivatives	**(54.71)**	(18.62)
Property, Plant and Equipment and Intangible assets	**(731.32)**	(921.46)
Effective interest rate on Borrowings	**(320.91)**	(315.58)
Others	**3.81**	(2.47)
Total	**17,795.39**	15,464.78

Deferred tax liabilities (net)

Particulars	As at 31 March 2025	As at 31 March 2024
Provision for expected credit losses	**6.74**	286.23
Unused tax losses / credits	**(481.12)**	(292.77)
Employee benefits obligations	**(27.90)**	(19.05)
Fair valuation of Financial Assets	**1,572.59**	40.55
Property, Plant and Equipment and Intangible assets	**1,336.43**	1,119.27
Effective interest rate on Borrowings	**15.13**	8.83
Special Reserve u/s 36(1)(viii)	**112.50**	112.50
Others	**866.42**	795.38
Total	**3,400.79**	**2,050.94**

16. Investment property

Particulars	Gross Block				Depreciation and impairment					Net Block
	As at 01 April 2024	Additions during the year	Deductions/ adjustments during the year	As at 31 March 2025	As at 01 April 2024	Impairment charge / (reversals) for the year	Charge for the year	Deductions/ adjustments during the year	As at 31 March 2025	As at 31 March 2025
Investment Property										
Land	**191.42**	**-**	**-**	**191.42**	**-**	**-**	**-**	**-**	**-**	**191.42**
Real Estate	**1,857.17**	**110.30**	**121.72**	**1,845.75**	**497.92**	**28.18**	**15.82**	**(229.02)**	**770.94**	**1,074.81**
Total	**2,048.59**	**110.30**	**121.72**	**2,037.17**	**497.92**	**28.18**	**15.82**	**(229.02)**	**770.94**	**1,266.23**

Particulars	Gross Block				Depreciation and impairment					Net Block
	As at 01 April 2023	Additions during the year	Deductions/ adjustments during the year	As at 31 March 2024	As at 01 April 2023	Impairment charge / (reversals) for the year	Charge for the year	Deductions/ adjustments during the year	As at 31 March 2024	As at 31 March 2024
Investment Property										
Land	191.42	-	-	191.42	-	-	-	-	-	191.42
Real Estate	2,117.80	508.99	769.62	1,857.17	487.09	2.76	12.27	4.20	497.92	1,359.25
Total	2,309.22	508.99	769.62	2,048.59	487.09	2.76	12.27	4.20	497.92	1,550.67

Fair value of investment property

Particulars	As at 31 March 2025	As at 31 March 2024
Land	**1,216.01**	1,215.99
Real estate	**1,801.39**	2,835.98
Total	**3,017.40**	4,051.97

The fair valuation are based on valuations performed by an independent valuer.

17. Property, plant and equipment and intangibles

	Particulars	Gross Block				Depreciation and amortisation				Net Block
		As at 01 April 2024	Additions/adjustments during the year	Deductions/adjustments during the year	As at 31 March 2025	As at 01 April 2024	Charge for the year	Deductions/adjustments during the year	As at 31 March 2025	As at 31 March 2025
a)	**Property, Plant and Equipments**									
	Land*	236.79	-	-	236.79	-	-	-	-	236.79
	Flat and Building*	11,227.99	7.92	301.45	10,934.46	2,722.68	179.76	-	2,902.44	8,032.02
	Leasehold Premises	71.54	8.83	7.32	73.05	47.73	10.09	6.88	50.94	22.11
	Plant and Equipment	297.29	36.41	56.39	277.31	215.37	42.11	56.25	201.23	76.08
	Furniture and Fixtures	311.87	27.22	16.74	322.35	209.43	29.11	15.38	223.16	99.19
	Vehicles	12.67	-	0.11	12.56	8.53	1.31	0.08	9.76	2.80
	Office equipment	218.63	44.07	49.36	213.34	182.49	18.82	48.79	152.52	60.82
	Vessel (Boat)	4.84	-	-	4.84	1.01	0.28	-	1.29	3.55
	Computers	488.45	182.68	99.27	571.86	342.73	100.96	78.30	365.39	206.47
	Solar Power Equipment	60.08	5.87	-	65.95	45.25	2.87	-	48.12	17.83
	Total (A)	12,930.15	313.00	530.64	12,712.51	3,775.22	385.31	205.68	3,954.85	8,757.66
b)	**Intangibles**									
	Software	2,266.21	677.40	168.42	2,775.19	1,491.09	487.10	168.45	1,809.74	965.45
	Trademark/ Design and Copyright/ Asset Management Rights	709.05	241.85	-	950.90	60.00	31.86	60.00	31.86	919.04
	Total (B)	2,975.26	919.25	168.42	3,726.09	1,551.09	518.96	228.45	1,841.60	1,884.49
c)	Right to use (ROU) assets	1,745.71	575.97	171.29	2,150.39	1,215.09	350.91	216.24	1,349.76	800.63
	Total (A+B+C)	17,651.12	1,808.22	870.35	18,588.99	6,541.40	1,255.18	650.37	7,146.21	11,442.78

17. Property, plant and equipment and intangibles (Continued)

	Particulars	Gross Block				Depreciation and amortisation				Net Block
		As at 01 April 2023	Additions/adjustments during the year	Deductions/adjustments during the year	As at 31 March 2024	As at 01 April 2023	Charge for the year	Deductions/adjustments during the year **	As at 31 March 2024	As at 31 March 2024
a)	Property, Plant and Equipments									
	Land*	236.79	-	-	236.79	-	-	-	-	236.79
	Flat and Building*	11,318.81	201.71	292.53	11,227.99	2,069.45	501.66	(151.57)	2,722.68	8,505.31
	Leasehold Premises	59.29	15.15	2.90	71.54	38.80	11.85	2.92	47.73	23.81
	Plant and Equipment	304.99	63.64	71.34	297.29	242.64	35.89	63.16	215.37	81.92
	Furniture and Fixtures	313.71	2.40	4.24	311.87	179.12	33.75	3.44	209.43	102.44
	Vehicles	14.65	-	1.98	12.67	9.20	2.00	2.67	8.53	4.14
	Office equipment	208.03	16.03	5.43	218.63	178.91	14.42	10.84	182.49	36.14
	Vessel (Boat)	4.84	-	-	4.84	0.66	0.35	-	1.01	3.83
	Computers	409.04	143.52	64.11	488.45	290.21	97.83	45.31	342.73	145.72
	Solar Power Equipment	62.03	-	1.95	60.08	43.32	3.38	1.45	45.25	14.83
	Total (A)	12,932.18	442.45	444.48	12,930.15	3,052.31	701.13	(21.78)	3,775.22	9,154.93
b)	Intangibles									
	Software	2,516.37	469.16	719.32	2,266.21	1,880.36	330.05	719.32	1,491.09	775.12
	Trademark/ Design and Copyright/ Asset Management Rights	709.05	-	-	709.05	60.00	-	-	60.00	649.05
	Total (B)	3,225.42	469.16	719.32	2,975.26	1,940.36	330.05	719.32	1,551.09	1,424.17
c)	Right to use (ROU) assets	1,534.13	710.32	498.74	1,745.71	1,086.00	215.05	85.96	1,215.09	530.62
	Total (A+B+C)	17,691.73	1,621.93	1,662.54	17,651.12	6,078.67	1,246.23	783.50	6,541.40	11,109.72

*pledged against debt securities and borrowings of the respective subsidiary companies.

** During the year ended 31 March 2024, Flat and building is reclassed from Property, Plant and Equipments to Investment property.

Notes

1 The Group management approved revaluation of flats and buildings classified under property, plant and equipment after assessing the valuation made by duly appointed independent valuer. These valuations are determined basis open market values of similar property and its intrinsic value.

18. Capital Work in Progress (CWIP)

Particulars	CWIP			
	As at 01 April 2024	**Additions**	**Capitalisation**	**As at 31 March 2025**
CWIP	36.55	37.45	69.61	4.39
Total	**36.55**	**37.45**	**69.61**	**4.39**

Particulars	CWIP			
	As at 01 April 2023	Additions	Capitalisation	As at 31 March 2024
CWIP	7.09	114.81	85.35	36.55
Total	7.09	114.81	85.35	36.55

(a) CWIP ageing schedule

As at 31 March 2025

Particulars	**Amount in CWIP for a period of**				**Total**
	Less than 1 year	**1-2 years**	**2-3 years**	**More than 3 years**	
Projects in progress	4.39	-	-	-	4.39
Total	**4.39**	**-**	**-**	**-**	**4.39**

As at 31 March 2024

Particulars	Amount in CWIP for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Projects in progress	36.55	-	-	-	36.55
Total	36.55	-	-	-	36.55

(b) There are no capital-work-in progress, whose completion is overdue or has exceeded its cost compared to its original plan.

19. Intangible assets under development

Particulars	**Intangible assets under development**			
	As at 01 April 2024	**Additions**	**Capitalisation**	**As at 31 March 2025**
Intangible assets under development	324.65	327.66	471.81	180.50
Total	**324.65**	**327.66**	**471.81**	**180.50**

Particulars	**Intangible assets under development**			
	As at 01 April 2023	**Additions**	**Capitalisation**	**As at 31 March 2024**
Intangible assets under development	240.60	516.60	432.55	324.65
Total	240.60	516.60	432.55	324.65

(a) Intangible assets under development ageing schedule

As at 31 March 2025

Particulars	**Amount in Intangible assets under development for a period of**				**Total**
	Less than 1 year	**1-2 years**	**2-3 years**	**More than 3 years**	
Projects in progress	178.80	1.70	-	-	180.50
Total	**178.80**	**1.70**	**-**	**-**	**180.50**

As at 31 March 2024

Particulars	**Amount in Intangible assets under development for a period of**				**Total**
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Projects in progress	241.19	82.60	0.86	-	324.65
Total	241.19	82.60	0.86	-	324.65

(b) There are no intangible assets under development, whose completion is overdue or has exceeded its cost compared to its original plan.

20. Goodwill

Particulars	As at 31 March 2025	As at 31 March 2024
Balance at the beginning of the year	**236.60**	236.60
Add:- Goodwill arising on acquisitions	**-**	-
Less:- Goodwill derecognised / impaired	**(236.60)**	-
Balance at the end of year	**-**	236.60

21. Other non-financial assets

Particulars	As at 31 March 2025	As at 31 March 2024
Input tax credit	**2,862.25**	2,337.14
Prepaid expenses	**5,256.14**	4,303.01
Vendor Advances	**305.97**	221.47
Capital Advances	**339.08**	-
Advances to employees	**6.93**	9.25
Deposits	**18.71**	18.71
Others	**632.31**	554.12
Total	**9,421.39**	7,443.70

22. Trade Payables

Particulars	As at 31 March 2025	As at 31 March 2024
Total outstanding dues of micro enterprises and small enterprises (MSME)	**40.67**	38.21
Total outstanding dues of creditors other than micro enterprises and small enterprises	**12,555.92**	16,701.66
Total	**12,596.59**	16,739.87

22.1 Trade payables ageing schedule

As at 31 March 2025	Outstanding for following periods from due date of payment						
Particulars	**Unbilled**	**Not Due**	**Less than 1 year**	**1-2 years**	**2-3 years**	**More than 3 years**	**Total**
(i) Total outstanding dues of micro enterprises and small enterprises	13.99	-	26.68	-	-	-	**40.67**
(ii) Total outstanding dues of creditors other than micro enterprises and small enterprises	1,523.42	2,786.53	8,160.43	5.82	16.35	63.37	**12,555.92**
(iii) Disputed dues of micro enterprises and small enterprises	-	-	-	-	-	-	**-**
(iv) Disputed dues of creditors other than micro enterprises and small enterprises	-	-	-	-	-	-	**-**
Total	**1,537.41**	**2,786.53**	**8,187.11**	**5.82**	**16.35**	**63.37**	**12,596.59**

As at 31 March 2024	Outstanding for following periods from due date of payment						
Particulars	**Unbilled**	**Not Due**	**Less than 1 year**	**1-2 years**	**2-3 years**	**More than 3 years**	**Total**
(i) Total outstanding dues of micro enterprises and small enterprises	14.32	-	23.89	-	-	-	38.21
(ii) Total outstanding dues of creditors other than micro enterprises and small enterprises	3,182.57	1,348.43	12,124.41	23.21	5.05	17.99	16,701.66
(iii) Disputed dues of micro enterprises and small enterprises	-	-	-	-	-	-	-
(iv) Disputed dues of creditors other than micro enterprises and small enterprises	-	-	-	-	-	-	-
Total	**3,196.89**	**1,348.43**	**12,148.30**	**23.21**	**5.05**	**17.99**	**16,739.87**

22.2 Trade Payables includes ₹ 40.67 million (Previous Year ₹ 38.21 million) payable to "Suppliers" registered under the Micro, Small and Medium Enterprises Development Act, 2006. Interest paid by the Group during the year to "Suppliers" registered under this Act is ₹ 0.22 million (Previous year: ₹ 0.33 million). The aforementioned is based on the responses received by the Group to its inquiries with suppliers with regard to applicability under the said Act.

23. Debt securities

Particulars	As at 31 March 2025	As at 31 March 2024
Non-Convertible Debentures (at amortised cost)	**1,17,213.01**	1,24,577.01
Compulsory Convertible Debentures (at amortised cost)	**-**	2,601.51
Non-Convertible Debentures (designated at fair value through profit or loss)	**4,712.65**	5,006.41
Commercial paper (at amortised cost)	**1,678.75**	11,795.58
Total (refer Note 1 below)	**1,23,604.41**	1,43,980.51
(i) Debt securities issued in India	**1,23,604.41**	1,43,980.51
(ii) Debt securities issued outside India	**-**	-
Total	**1,23,604.41**	1,43,980.51

Note:

1. Out of the above, ₹ 3,794.21 million as at 31 March 2025 (Previous Year ₹ 20,536.08 million) are unsecured. For secured debt, the Group has provided collateral in the nature of Exclusive or Pari Passu charge of immovable property, receivable from financing business, securities held for trading, investments, property (excluding intangible assets) and other assets.

Terms of repayment of Debt Securities - as at 31 March 2025

Maturities	<1 years	1-3 years	> 3 years	Total
Rate of Interest				
8.00 - 8.99%	**1,619.24**	**2,816.23**	**-**	**4,435.47**
9.00 - 9.99%	**8,966.33**	**22,668.57**	**6,802.49**	**38,437.39**
10.00 - 10.99%	**1,599.79**	**9,050.28**	**13,411.72**	**24,061.79**
11.00 - 11.99%	**-**	**32.18**	**434.30**	**466.48**
12.00 - 12.99%	**-**	**-**	**26.11**	**26.11**
Various (benchmark linked)	**5,908.71**	**39,192.44**	**6,509.39**	**51,610.54**
Accrued Interest and EIR	**-**	**-**	**-**	**4,566.63**
Total	**18,094.07**	**73,759.70**	**27,184.01**	**1,23,604.41**

Terms of repayment of Debt Securities - as at 31 March 2024

Maturities	<1 years	1-3 years	> 3 years	Total
Rate of Interest				
8.00 - 8.99%	2,047.80	1,682.87	1,649.83	5,380.50
9.00 - 9.99%	18,650.98	18,001.49	16,166.08	52,818.55
10.00 - 10.99%	1,011.00	2,386.53	12,434.07	15,831.60
12.00 - 12.99%	-	-	7.71	7.71
14.00 - 14.99%	5,503.75	-	-	5,503.75
20.00 - 22.99%	500.13	2,060.10	-	2,560.23
Zero Coupon Debentures	240.77	-	-	240.77
Various (benchmark linked)	6,081.58	32,930.79	14,844.73	53,857.10
Accrued Interest and EIR	-	-	-	5,178.79
Total*	**34,036.01**	**57,061.78**	**45,102.42**	**1,41,379.00**

* Compulsory Convertible Debentures amounting to ₹ 2,601.51 million not considered for maturity pattern.

24. Borrowings (other than debt securities) at amortised cost

Particulars	As at 31 March 2025	As at 31 March 2024
Secured		
Term loans		
(Secured by investments, charge on receivables of financing business, cash and cash equivalents and other assets)		
from banks	**13,458.70**	15,139.57
from other parties	**3,560.51**	4,879.45
Bank overdraft/Cash credit lines	**914.49**	2,589.46
(Secured by pledge of fixed deposits, property, trade receivables and charge on receivables of financing business)		
Tri party REPO - TREPS facilitates borrowing and lending of funds, in Tri party REPO arrangement (Secured by pledge of Government Securities)	**24,480.16**	19,799.71
Working capital demand loan (secured by charge on receivables from financing business, cash and cash equivalents and property, plant and equipments)	**1,460.00**	5,000.00
Unsecured		
Loans repayable on demand - from other parties	**19.53**	17.36
Total	**43,893.39**	47,425.55
Borrowings in India	**43,893.39**	47,425.55
Borrowings outside India	**-**	-
Total	**43,893.39**	47,425.55

Following is the repayment terms of term loans:

Term loans from Banks - Secured as at 31 March 2025

Maturities	**<1 years**	**1-3 years**	**> 3 years**	**Total**
Rate of Interest				
9.00 - 9.99%	**2,178.22**	**4,200.67**	**1,686.53**	**8,065.42**
10.00 - 10.99%	**946.00**	**1,462.50**	**251.00**	**2,659.50**
11.00 - 11.99%	**1,358.58**	**963.00**	**224.00**	**2,545.58**
12.00 - 12.99%	**286.55**	**133.33**	**-**	**419.88**
Accrued Interest and EIR	**-**	**-**	**-**	**(231.68)**
Total	**4,769.35**	**6,759.50**	**2,161.53**	**13,458.70**

Term loans from Banks - Secured as at 31 March 2024

Maturities	**<1 years**	**1-3 years**	**> 3 years**	**Total**
Rate of Interest				
9.00 - 9.99%	847.25	219.88	2,186.61	3,253.74
10.00 - 10.99%	2,676.45	2,705.00	4,044.30	9,425.75
11.00 - 11.99%	1,642.25	1,006.25	-	2,648.50
Accrued Interest and EIR	-	-	-	(188.42)
Total	**5,165.95**	**3,931.13**	**6,230.91**	**15,139.57**

Term loans from Others - Secured as at 31 March 2025

Maturities	**<1 years**	**1-3 years**	**> 3 years**	**Total**
Rate of Interest				
6.00 - 6.99%	**46.01**	**49.90**	**70.10**	**166.01**
8.00 - 8.99%	**7.00**	**-**	**748.00**	**755.00**
10.00 - 10.99%	**135.00**	**-**	**-**	**135.00**
11.00 - 11.99%	**2,504.09**	**-**	**-**	**2,504.09**
Accrued Interest and EIR	**-**	**-**	**-**	**0.41**
Total	**2,692.10**	**49.90**	**818.10**	**3,560.51**

Term loans from Others - Secured as at 31 March 2024

Maturities	**<1 years**	**1-3 years**	**> 3 years**	**Total**
Rate of Interest				
4.00 - 4.99%	-	157.32	-	157.32
5.00 - 5.99%	-	-	136.80	136.80
6.00 - 6.99%	-	3.85	-	3.85
8.00 - 8.99%	509.58	135.00	-	644.58
9.00 - 9.99%	-	-	798.56	798.56
10.00 - 10.99%	185.00	-	-	185.00
12.00 - 12.99%	3,000.00	-	-	3,000.00
Accrued Interest and EIR	-	-	-	(46.66)
Total	**3,694.58**	**296.17**	**935.36**	**4,879.45**

25. Subordinated liabilities (at amortised cost)

Unsecured	**As at 31 March 2025**	As at 31 March 2024
Non-convertible subordinated debt	**10,059.90**	10,098.15
Perpetual debt	**1,187.44**	979.97
Total	**11,247.34**	11,078.12

Subordinated liabilities issued in India	**11,247.34**	11,078.12
Subordinated liabilities issued outside India	-	-
Total	**11,247.34**	11,078.12

Terms and condition related to subordinate liabilities:

Terms of repayment of Subordinated Liabilities – 31 March 2025

Maturities	**<1 years**	**1-3 years**	**> 3 years**	**Total**
Rate of Interest				
9.00 - 9.99%	**50.00**	**3,110.00**	**200.00**	**3,360.00**
10.00 - 10.99%	**200.00**	**3,100.00**	**189.76**	**3,489.76**
11.00 - 11.99%	**3,525.63**	**-**	**-**	**3,525.63**
Accrued Interest and EIR	**-**	**-**	**-**	**871.95**
Total	**3,775.63**	**6,210.00**	**389.76**	**11,247.34**

Terms of repayment of Subordinated Liabilities – 31 March 2024

Maturities	**<1 years**	**1-3 years**	**> 3 years**	**Total**
Rate of Interest				
9.00 - 9.99%	-	167.21	3,129.74	3,296.95
10.00 - 10.99%	-	2,700.00	557.56	3,257.56
11.00 - 11.99%	-	3,638.00	-	3,638.00
Accrued Interest and EIR	-	-	-	885.61
Total	**-**	**6,505.21**	**3,687.30**	**11,078.12**

26. Other financial liabilities (at amortised cost unless otherwise specified)

Particulars	As at 31 March 2025	As at 31 March 2024
Payable to exchange / clearing house (net)	**4,535.79**	974.28
Book overdraft	**7.03**	3.97
Accrued salaries and benefits	**3,794.40**	3,352.15
Provision for short sale at fair value	**-**	246.59
Reinsurance payable	**5,975.15**	3,950.78
Rental deposits	**69.52**	230.52
Retention money payable	**10.57**	13.16
Unclaimed dividends	**9.40**	9.77
Security receipts held by external investors	**11,476.31**	14,855.16
Derivative liability	**1,806.84**	2,257.37
Payable on account of securitisation and assignment	**13,216.47**	9,015.97
Financial liability associated to financial assets that are not derecognised	**9,434.02**	12,196.15
Other liabilities	**3,028.62**	5,090.09
Total	**53,364.12**	52,195.96

27. Provisions

Particulars	As at 31 March 2025	As at 31 March 2024
Provision for employee benefits and related costs		
Gratuity	**292.44**	228.92
Compensated absences	**132.93**	114.94
Others	**236.97**	275.39
Total	**662.34**	619.25

28. Other non-financial liabilities

Particulars	As at 31 March 2025	As at 31 March 2024
Income received in advance	**5,054.77**	4,960.85
Statutory dues	**1,321.05**	1,958.76
Advances from customers	**3.34**	0.74
Proposal deposit from insurance business	**219.07**	343.95
Others	**996.27**	1,316.90
Total	**7,594.50**	8,581.20

29. Equity share capital

Particulars	As at 31 March 2025		As at 31 March 2024	
	No of shares	Amount	No of shares	Amount
Authorised :				
Equity Shares of ₹ 1 each	**1,23,00,00,000**	**1,230.00**	1,23,00,00,000	1,230.00
Preference shares of ₹ 5 each	**40,00,000**	**20.00**	40,00,000	20.00
Total	**1,23,40,00,000**	**1,250.00**	1,23,40,00,000	1,250.00
Issued, Subscribed and Fully paid up:				
Equity Shares of ₹ 1 each	**94,58,31,726**	**945.83**	94,37,85,026	943.79
Less: Shares held by Edelweiss Employees Incentives and Welfare Trust (Refer note 1)	**(73,01,510)**	**(7.30)**	(73,01,510)	(7.30)
Less: Shares held by Edelweiss Employees Welfare Trust (Refer note 1)	**(1,71,29,270)**	**(17.13)**	(3,75,95,270)	(37.60)
Total	**92,14,00,946**	**921.40**	89,88,88,246	898.89

A. Reconciliation of number of shares

(Before deducting treasury shares)

	As at 31 March 2025		As at 31 March 2024	
	No of shares	Amount	No of shares	Amount
Outstanding at the beginning of the year	**94,37,85,026**	**943.79**	94,32,75,276	943.28
Shares issued during the year:				
- Employee Stock Options Plans (ESOPs)	**20,46,700**	**2.04**	5,09,750	0.51
Outstanding at the end of the year	**94,58,31,726**	**945.83**	94,37,85,026	943.79

Note :

1. Edelweiss Employees' Welfare Trust and Edelweiss Employees' Incentive and Welfare Trust are extension of Edelweiss Financial Services Limited standalone financial statements and have been accordingly carried forward in consolidated financial statements. These trusts are holding 2,44,30,780 (Previous year 44,896,780) number of equity shares amounting to ₹ 24.43 million (Previous year ₹ 44.90 million). These are deducted from total outstanding equity shares.

2. The above two Employee Welfare Trust(s) hold an aggregate 2,44,30,780 (Previous year 44,896,780) equity shares of the Company for incentive and welfare benefits for group employees as per extant applicable SEBI regulations. Pursuant to the exercise of right available under Regulation 29 of SEBI (Share Based Employee Benefits) Regulations, 2014, the Company has applied before the expiry date of 27 October 2019 for extension of the time limit for disposing of aforesaid equity shares. The said application is under consideration and approval for extension from SEBI is awaited as at date.

B. Terms/rights attached to equity shares :

The Holding Company has only one class of equity shares having a par value of ₹ 1 per share. Each holder of equity shares is entitled to one vote per share.
In the event of liquidation of the Company, the equity shareholders will be entitled to receive the remaining assets of the Holding Company, after distribution of all preferential amounts, if any, in proportion to the number of equity shares held by the shareholders.

C. Details of shares held by promoters in the Company

As at 31 March 2025

Promoter name	No. of shares at the beginning of the year	Change during the year	No. of shares at the end of the year	%of total shares	% Change during the year
Rashesh Chandrakant Shah	**14,56,01,730**	**-**	**14,56,01,730**	**15.39%**	**(0.04)%**
Venkatchalam Ramaswamy	**5,95,76,560**	**-**	**5,95,76,560**	**6.30%**	**(0.01)%**
Vidya Rashesh Shah	**3,10,66,200**	**42,00,000**	**3,52,66,200**	**3.73%**	**0.44%**
Aparna T Chandrashekar	**1,22,10,000**	**-**	**1,22,10,000**	**1.29%**	**0.00%**
Kaavya Venkat Arakoni	**1,17,90,000**	**-**	**1,17,90,000**	**1.25%**	**0.00%**
Sneha Sripad Desai	**10,25,000**	**-**	**10,25,000**	**0.11%**	**0.00%**
Shilpa Urvish Mody	**9,50,000**	**-**	**9,50,000**	**0.10%**	**0.00%**
Arakoni Venkatachalam Ramaswamy	**50,000**	**-**	**50,000**	**0.01%**	**0.00%**
Mabella Trustee Services Private Limited (on behalf of M/s. Shah Family Discretionary Trust)	**3,87,50,000**	**-**	**3,87,50,000**	**4.10%**	**(0.01)%**
Spire Investment Advisors LLP	**32,00,000**	**-**	**32,00,000**	**0.34%**	**0.00%**
Sejal Premal Parekh	**9,50,000**	**-**	**9,50,000**	**0.10%**	**0.00%**
Neel Rashesh Shah	**20,00,000**	**(20,00,000)**	**-**	**0.00%**	**(0.21)%**
Avanti Rashesh Shah	**20,00,000**	**(20,00,000)**	**-**	**0.00%**	**(0.21)%**
Total	**30,91,69,490**	**2,00,000**	**30,93,69,490**	**32.72%**	**(0.04)%**

As at 31 March 2024

Promoter name	No. of shares at the beginning of the year	Change during the year	No. of shares at the end of the year	%of total shares	% Change during the year
Rashesh Chandrakant Shah	14,56,01,730	-	14,56,01,730	15.43%	(0.01%)
Venkatchalam Ramaswamy	5,81,26,560	14,50,000	5,95,76,560	6.31%	0.15%
Vidya Rashesh Shah	3,10,31,200	35,000	3,10,66,200	3.29%	0.00%
Aparna T Chandrashekar	1,22,10,000	-	1,22,10,000	1.29%	0.00%
Kaavya Venkat Arakoni	1,17,90,000	-	1,17,90,000	1.25%	0.00%
Sneha Sripad Desai	10,25,000	-	10,25,000	0.11%	0.00%
Shilpa Urvish Mody	9,50,000	-	9,50,000	0.10%	0.00%
Arakoni Venkatachalam Ramaswamy	50,000	-	50,000	0.01%	0.00%
Mabella Trustee Services Private Limited (on behalf of M/s. Shah Family Discretionary Trust)	3,87,50,000	-	3,87,50,000	4.11%	0.00%
Spire Investment Advisors LLP	32,00,000	-	32,00,000	0.34%	0.00%
Sejal Premal Parekh	9,50,000	-	9,50,000	0.10%	0.00%
Neel Rashesh Shah	20,00,000	-	20,00,000	0.21%	0.00%
Avanti Rashesh Shah	20,00,000	-	20,00,000	0.21%	0.00%
Total	30,76,84,490	14,85,000	30,91,69,490	32.76%	0.14%

D. Details of shares held by shareholders holding more than 5% of the aggregate shares in the Company

	As at 31 March 2025		As at 31 March 2024	
	No of shares	% holding	No of shares	% holding
Rashesh Shah	**14,56,01,730**	**15.39%**	14,56,01,730	15.43%
Venkatchalam Ramaswamy	**5,95,76,560**	**6.30%**	5,95,76,560	6.31%
Clsa Global Markets Pte. Ltd-Odi	**5,42,51,793**	**5.74%**	-	-
	25,94,30,083	**27.43%**	20,51,78,290	21.74%

E. The Company has not issued any bonus shares or shares for consideration other than cash nor has there been any buyback of shares during five years immediately preceding 31 March 2025.

30. Other equity

Particulars	As at 31 March 2025	As at 31 March 2024
Capital reserve	**8,052.72**	8,026.45
Capital redemption reserve	**314.26**	287.87
Securities premium	**30,553.21**	29,623.85
ESOP/SAR reserve	**251.07**	372.06
Special reserve under section 45-IC of the Reserve Bank of India Act, 1934	**7,893.90**	7,946.60
Reserve under section 29C of the National Housing Bank Act, 1987	**684.92**	646.15
General reserve	**717.15**	717.15
Debenture redemption reserve	**2,777.00**	2,688.01
Impairment reserve	**2,595.11**	2,216.85
Retained earnings	**(5,023.67)**	(8,746.83)
Foreign exchange translation reserve	**67.10**	31.86
Revaluation reserve through other comprehensive income	**3,104.67**	3,368.17
Equity/Debt instruments through other comprehensive income	**(8,661.88)**	(455.72)
Share application money pending allotment	**0.35**	2.25
Total	**43,325.91**	46,724.72

For movement of the above components refer statement of changes in equity.

Nature and Purpose

30.1 Capital reserve

Capital reserve represents the gains of capital nature which is not freely available for distribution.

30.2 Capital redemption reserve

The Group has recognised capital redemption reserve on buy back of equity share capital.

30.3 Securities premium

Securities premium is used to record the premium on issue of shares. The reserve shall be utilised in accordance with the provisions of the Companies Act, 2013.

30.4 ESOP/SAR reserve

ESOP and SAR options outstanding represents the amount transferred to reserves pursuant to the "ESOP 2011" and "SAR 2019" schemes.

30.5 Statutory reserve u/s 45-IC of The Reserve Bank of India Act, 1934

Every non-banking financial company shall create a reserve fund and transfer therein a sum not less than twenty per cent of its net profit every year as disclosed in the profit and loss account and before any dividend is declared.

30.6 Statutory reserve u/s 29C of The National Housing Bank Act, 1987

In terms of Section 29C of the National Housing Bank Act, 1987 every housing finance institution which is a company is required to create a reserve fund and transfer therein a sum not less than twenty percent of its net profit every year as disclosed in the profit and loss account before any dividend is declared. Housing Finance Companies (HFCs), are permitted to withdraw from the said reserve fund, the excess amount credited (in excess of the statutory minimum of 20%) in the previous years for any business purposes subject to suitable disclosure in the balance sheet and in the case of HFCs which have transferred only the statutory minimum in the previous years to selectively permit them to withdraw from the reserve fund only for the purpose of provisioning for non-performing assets subject to the conditions that there is no debit balance in the profit and loss account and that the reason for such withdrawal are stated explicitly in the balance sheet.

30.7 General reserve

Under the erstwhile Companies Act 1956, general reserve was created through an annual transfer of net income at a specified percentage in accordance with applicable regulations. The purpose of these transfers was to ensure that if a dividend distribution in a given year is more than 10% of the paid-up capital of the Holding Company for that year, then the total dividend distribution is less than the total distributable results for that year. Consequent to introduction of Companies Act 2013, the requirement to mandatorily transfer a specified percentage of the net profit to general reserve has been withdrawn. However, the amount previously transferred to the general reserve can be utilised only in accordance with the specific requirements of Companies Act, 2013.

30.8 Debenture redemption reserve

The Companies Act 2013 requires companies that issue debentures to create a debenture redemption reserve from annual profits until such debentures are redeemed. The Group, except for entities exempted from the requirement, is required to transfer a specified percentage (as provided in the Companies Act, 2013) of the outstanding redeemable debentures to debenture redemption reserve. The amounts credited to the debenture redemption reserve may not be utilised except to redeem debentures. On redemption of debentures, the amount may be transferred from debenture redemption reserve to retained earnings.

30.9 Impairment reserve

RBI notification on Implementation of Indian Accounting Standards, dated 13 March 2020 requires NBFC/ARC subsidiaries within Group are to recognised impairment reserves where impairment allowance under Ind AS 109 is lower than the provisioning required under IRACP (including standard asset provisioning)

30.10 Retained earnings

Retained earnings comprises of the Group's undistributed earnings after taxes.

30.11 Foreign exchange translation reserve

The exchange differences arising out of year end translation of Group entities having functional currency other than Indian Rupees is debited or credited to this reserve.

30.12 Revaluation Reserve through other comprehensive income

For a class of Fixed asset (i.e. flats and building) Group has adopted revaluation model of accounting over cost model. The Revaluation Reserve represents the cumulative gains and losses arising from the revaluation of these assets as at the end of the reporting period.

30.13 FVOCI equity investments

The Group has elected to recognise changes in the fair value of certain investments in equity securities in other comprehensive income. These changes are accumulated within the FVOCI equity investments within equity. The Group reclassified this reserve to retained earnings on derecognition of concerned equity securities.

30.14 FVOCI debt investments

The Group recognises changes in the fair value of debt instruments held with business objective of collection and/or sell, in other comprehensive income. These changes are accumulated within the FVOCI debt investments within equity. The Group reclassifies amounts from this reserve to the statement of profit and loss when the debt instrument is sold/repaid.

30.15 Share application money pending allotment

Share application money pending allotment means the amount received on the application on which allotment is not yet made (pending allotment).

31. Interest income

For the year ended 31 March 2025

Particulars	Amortised cost	FVTPL	FVOCI	Total
Interest on loans	**14,711.14**	**-**	**3,138.08**	**17,849.22**
Interest income from investments	**1,284.41**	**3,334.71**	**2,973.17**	**7,592.29**
Interest on deposits with banks	**1,106.46**	**64.05**	**-**	**1,170.51**
Other interest income	**269.07**	**19.21**	**-**	**288.28**
Total	**17,371.08**	**3,417.97**	**6,111.25**	**26,900.30**

For the year ended 31 March 2024

Particulars	Amortised cost	FVTPL	FVOCI	Total
Interest on loans	20,663.11	-	129.54	20,792.65
Interest income from investments	581.85	3,282.09	2,427.13	6,291.07
Interest on deposits with banks	1,100.56	-	-	1,100.56
Other interest income	119.06	20.39	-	139.45
Total	**22,464.58**	**3,302.48**	**2,556.67**	**28,323.73**

32. Fee and commission income

Particulars	For the year ended 31 March 2025	For the year ended 31 March 2024
Income from broking	**12.75**	16.27
Advisory and other fees	**11,606.33**	12,253.43
Total	**11,619.08**	12,269.70

Below is the disaggregation of the revenue from contracts with customers and its reconciliation to amounts reported in statement of profit and loss:

Particulars	For the year ended 31 March 2025	For the year ended 31 March 2024
Service transferred at a point in time	**2,883.70**	1,430.63
Service transferred over time	**8,735.38**	10,839.07
Total revenue from contract with customers	**11,619.08**	12,269.70

Geographical Markets	For the year ended 31 March 2025	For the year ended 31 March 2024
India	**10,908.25**	11,382.78
Outside India	**710.83**	886.92
Total revenue from contract with customers	**11,619.08**	12,269.70

33. Net gain on fair value changes

Particulars	For the year ended 31 March 2025	For the year ended 31 March 2024
Net gain /(loss) on financial instruments at fair value through profit or loss (FVTPL)		
On trading portfolio		
Investments at FVTPL	**23,609.54**	19,556.36
Derivatives at FVTPL	**(490.23)**	3,260.90
Others		
Other financial instruments	**1,860.31**	6,448.81
Total Net gain/(loss) on fair value changes	**24,979.62**	29,266.07
Fair Value changes:		
Realised gain/(loss)	**25,760.75**	7,966.98
Unrealised gain/(loss)	**(781.13)**	21,299.09
Total	**24,979.62**	29,266.07

34. Other operating revenue

Particulars	For the year ended 31 March 2025	For the year ended 31 March 2024
Income from training centre	**50.17**	53.50
Rental income	**165.67**	134.74
Total	**215.84**	188.24

35. Other income

Particulars	For the year ended 31 March 2025	For the year ended 31 March 2024
Donation income	**144.74**	365.89
Interest on income tax refund	**288.00**	234.52
Interest income on investments	**545.74**	210.65
Net fair value changes on financial instruments at FVTPL	**2,502.32**	1,644.44
Miscellaneous income	**894.73**	419.75
Total	**4,375.53**	2,875.25

36. Finance cost (at amortised cost unless otherwise stated)

Particulars	For the year ended 31 March 2025	For the year ended 31 March 2024
Interest on borrowings (other than debt securities)	**5,642.24**	5,678.66
Interest on debt securities	**15,226.56**	16,729.29
Interest on debt securities (at fair value through profit or loss)	**717.06**	1,119.10
Interest on subordinated liabilities	**1,165.34**	1,316.27
Other interest expense	**2,619.24**	3,021.71
Total	**25,370.44**	27,865.03

37. Impairment on financial instruments

Particulars (At amortised cost)	For the year ended 31 March 2025	For the year ended 31 March 2024
On loans	**(2,428.33)**	229.73
On investments	**528.91**	(18.22)
On trade receivables	**41.03**	(62.96)
Other Credit costs	**109.18**	-
Total	**(1,749.21)**	148.55

38. Employee benefits expense

Particulars	For the year ended 31 March 2025	For the year ended 31 March 2024
Salaries and wages	**12,277.24**	11,605.75
Contribution to provident and other funds	**584.48**	505.94
Share based payment to employees	**60.97**	13.89
Staff welfare expenses	**259.17**	306.27
Total	**13,181.86**	12,431.85

39. Other expenses

Particulars	For the year ended 31 March 2025	For the year ended 31 March 2024
Advertisement and business promotion	**1,312.47**	1,634.23
Auditors' remuneration	**94.34**	108.13
Commission and brokerage	**5,449.02**	4,288.12
Communication expenses	**210.17**	220.16
Computer software expenses	**1,068.02**	1,036.71
Commission to non-executive directors	**5.00**	62.61
Contribution towards donations and corporate social responsibility	**368.31**	539.48
Dematerialisation charges and stock exchange expenses	**331.58**	324.49
Directors' sitting fees	**53.34**	39.89
Insurance	**43.30**	35.38
Legal and professional fees	**2,216.64**	3,068.16
Membership and subscription	**145.39**	203.25
Mutual fund expenses	**370.28**	258.16
Office expenses	**490.93**	441.74
Printing and stationery	**83.40**	59.42
Rates and taxes	**1,052.56**	1,256.79
Rent and electricity charges	**301.64**	218.41
Repairs and maintenance - others	**85.82**	121.19
Security transaction tax	**447.38**	231.91
Seminar and conference expenses	**103.12**	254.05
Stamp duty	**143.44**	242.88
Travelling and conveyance	**523.58**	454.75
Selling and distribution expenses	**867.77**	595.31
Miscellaneous expenses	**658.82**	607.41
Loss on sale/ write-off of property, plant and equipments (net)	**27.99**	4.43
Total	**16,454.31**	16,307.06

40. Income tax

The components of income tax expense recognised in profit or loss for the years ended 31 March 2025 and 31 March 2024 are:

Particulars	For the year ended 31 March 2025	For the year ended 31 March 2024
Current tax	**3,434.33**	2,260.86
Adjustment in respect of current income tax of prior years	**(22.57)**	(109.78)
Deferred tax relating to origination and reversal of temporary differences	**(753.76)**	(3,057.55)
Total tax expense	**2,658.00**	(906.47)
Total current tax	**3,411.76**	2,151.08
Total deferred tax	**(753.76)**	(3,057.55)

40.1 Reconciliation of the total tax expense

The tax expense shown in the statement of profit and loss differs from the tax expense that would apply if all profits had been charged at corporate tax rate. The reconciliation between the tax expense and the accounting profit multiplied by India's domestic tax rate for the years ended is, as follows:

Particulars	For the year ended 31 March 2025	For the year ended 31 March 2024
Profit / (Loss) before tax	**8,016.20**	4,374.00
Tax rate	**25.17%**	25.17%
Income tax expense calculated based on above tax rate	**2,017.52**	1,100.85
Adjustment in respect of income tax of prior years	**(22.57)**	(109.78)
Effect of income not subject to tax	**584.28**	(2,194.58)
Effect of non-deductible expenses	**37.53**	7.64
Impact of certain items being taxed at different rates	**(1,210.01)**	(1,420.77)
Impact of tax rate changes	**338.83**	0.07
Write-down / reversal of write down of deferred tax assets on unused tax credits and unused tax losses (net)	**(267.04)**	(7.06)
Effect of recognition & non-recognition of deferred tax asset on current-year losses	**905.33**	1,523.29
Different tax rates of subsidiaries	**186.11**	109.09
Others	**88.02**	84.78
Tax expense recognised in profit and loss	**2,658.00**	(906.47)

41. Components of deferred tax

The following table shows deferred tax recorded in the Balance sheet and changes recorded in the income tax expense:

As at 31 March 2025	Opening deferred tax asset/(liability)	Recognised in profit or loss	Recognised in other comprehensive income	Recognised directly in equity	Others	Total Movement	Closing deferred tax asset/(liability)
Provision for expected credit losses	**1,172.86**	**311.14**	**-**	**-**	**-**	**311.14**	**1,484.00**
Unused tax losses / credits	**17,027.15**	**(327.71)**	**-**	**-**	**-**	**(327.71)**	**16,699.44**
Employee benefits obligations	**111.24**	**42.47**	**(7.06)**	**-**	**-**	**35.41**	**146.65**
Fair valuation of Financial Assets	**(1,603.30)**	**867.97**	**447.07**	**-**	**(213.62)**	**1,101.42**	**(501.88)**
Fair valuation of Derivatives	**(18.62)**	**(36.09)**	**-**	**-**	**-**	**(36.09)**	**(54.71)**
Property, Plant and Equipment and Intangible assets	**(2,040.73)**	**(27.63)**	**-**	**-**	**0.61**	**(27.02)**	**(2,067.75)**
Effective interest rate on Borrowings	**(324.41)**	**(11.63)**	**-**	**-**	**-**	**(11.63)**	**(336.04)**
Special Reserve u/s 36(1)(viii)	**(112.50)**	**-**	**-**	**-**	**-**	**-**	**(112.50)**
Others	**(797.85)**	**(64.76)**	**-**	**-**	**-**	**(64.76)**	**(862.61)**
Total	**13,413.84**	**753.76**	**440.01**	**-**	**(213.01)**	**980.76**	**14,394.60**

As at 31 March 2024	Opening deferred tax asset/(liability)	Recognised in profit or loss	Recognised in other comprehensive income	Recognised directly in equity	Others	Total Movement	Closing deferred tax asset/(liability)
Provision for expected credit losses	1,819.40	(646.54)	-	-	-	(646.54)	1,172.86
Unused tax losses / credits	10,407.66	6,619.49	-	-	-	6,619.49	17,027.15
Employee benefits obligations	87.16	21.76	2.32	-	-	24.08	111.24
Fair valuation of Financial Assets	609.16	(2,353.11)	140.65	-	-	(2,212.46)	(1,603.30)
Fair valuation of Derivatives	(31.91)	13.29	-	-	-	13.29	(18.62)
Property, Plant and Equipment and Intangible assets	(2,167.27)	126.54	-	-	-	126.54	(2,040.73)
Effective interest rate on Borrowings	(333.50)	9.09	-	-	-	9.09	(324.41)
Special Reserve u/s 36(1)(viii)	(106.66)	(5.84)	-	-	-	(5.84)	(112.50)
Others	4.01	(727.13)	-	-	(74.73)	(801.86)	(797.85)
Total	10,288.05	3,057.55	142.97	-	(74.73)	3,125.79	13,413.84

41.1 Deductible temporary differences, unused tax losses and unused tax credits on which deferred tax asset is not recognised in balance sheet

As at 31 March 2025

Financial Year to which the loss related to	Deductible temporary differences		Unused tax losses										Unused tax credits	
	Amount	Expiry year-financial year	Unabsorbed depreciation		Unabsorbed long term capital losses		Unabsorbed short term capital losses		Unabsorbed business losses		Others		Total	MAT Credit	
			Amount	Expiry year-financial year	Amount	Expiry year-financial year	Amount	Expiry year-financial year	Amount	Expiry year-financial year	Amount	Expiry year-financial year	Amount	Amount	Expiry year-financial year
FY 2024-25	**171.00**	**Not applicable**	**214.06**	**No expiry**	**-**	**-**	**-**	**-**	**3,091.33**	**FY 2032-33**	**-**	**-**	**3,305.39**	**115.61**	**No expiry**
FY 2023-24	**105.54**	**Not applicable**	**224.63**	**No expiry**	**-**	**-**	**-**	**-**	**4,203.99**	**FY 2031-32**	**-**	**-**	**4,428.62**	**61.39**	**No expiry**
FY 2022-23	**1,843.54**	**Not applicable**	**212.43**	**No expiry**	**-**	**-**	**131.51**	**FY 2030-31**	**5,438.24**	**FY 2030-31**	**-**	**-**	**5,782.18**	**136.31**	**No expiry**
FY 2021-22	**275.71**	**Not applicable**	**208.61**	**No expiry**	**-**	**-**	**-**	**-**	**5,084.30**	**FY 2029-30**	**64.02**	**Not applicable**	**5,356.93**	**57.49**	**No expiry**
FY 2020-21	**0.20**	**Not applicable**	**245.16**	**No expiry**	**3,425.06**	**FY 2028-29**	**526.02**	**FY 2028-29**	**5,819.69**	**FY 2028-29**	**25.50**	**Not applicable**	**10,041.43**	**23.59**	**No expiry**
FY 2019-20	**80.44**	**Not applicable**	**244.82**	**No expiry**	**-**	**-**	**-**	**-**	**5,801.53**	**FY 2027-28**	**-**	**-**	**6,046.35**	**18.90**	**No expiry**
FY 2018-19	**55.32**	**Not applicable**	**237.50**	**No expiry**	**47.24**	**FY 2026-27**	**-**	**-**	**3,886.40**	**FY 2026-27**	**-**	**-**	**4,171.14**	**-**	**-**
FY 2017-18	**84.56**	**Not applicable**	**17.29**	**No expiry**	**-**	**-**	**-**	**-**	**2,954.33**	**FY 2025-26**	**-**	**-**	**2,971.62**	**-**	**-**
FY 2016-17	**-**	**-**	**4.59**	**No expiry**	**-**	**-**	**-**	**-**	**5.68**	**FY 2024-25**	**-**	**-**	**10.27**	**-**	**-**
FY 2014-15	**-**	**-**	**0.09**	**No expiry**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**0.09**	**-**	**-**
FY 2013-14	**-**	**-**	**0.74**	**No expiry**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**0.74**	**-**	**-**
Total	**2,616.31**		**1,609.92**		**3,472.30**		**657.53**		**36,285.49**		**89.52**		**42,114.76**	**413.29**	

As at 31 March 2024

Financial Year to which the loss related to	Deductible temporary differences		Unused tax losses										Unused tax credits	
	Amount	Expiry year-financial year	Unabsorbed depreciation		Unabsorbed long term capital losses		Unabsorbed short term capital losses		Unabsorbed business losses		Others		Total	MAT Credit	
			Amount	Expiry year-financial year	Amount	Expiry year-financial year	Amount	Expiry year-financial year	Amount	Expiry year-financial year	Amount	Expiry year-financial year	Amount	Amount	Expiry year-financial year
FY 2023-24	188.96	Not applicable	204.50	No expiry	-	-	-	-	4,928.42	FY 2031-32	-	-	5,132.92	61.39	No expiry
FY 2023-24	-	-	-	-	-	-	-	-	12.35	No expiry	-	-	12.35	-	-
FY 2022-23	2,383.68	Not applicable	212.43	No expiry	-	-	131.51	FY 2030-31	5,637.42	FY 2030-31	-	-	5,981.36	136.31	No expiry
FY 2021-22	416.26	Not applicable	208.32	No expiry	-	-	-	-	4,883.56	FY 2029-30	64.02	Not applicable	5,155.90	57.49	No expiry
FY 2021-22	-	-	-	-	-	-	-	-	7.17	FY 2026-27	-	-	7.17	-	-
FY 2020-21	6,754.35	Not applicable	49.22	No expiry	3,425.06	FY 2028-29	526.02	FY 2028-29	5,828.57	FY 2028-29	25.50	Not applicable	9,854.37	23.59	No expiry
FY 2019-20	80.44	Not applicable	39.91	No expiry	-	-	-	-	5,098.41	FY 2027-28	-	-	5,138.32	18.90	No expiry
FY 2018-19	55.32	Not applicable	46.89	No expiry	47.24	FY 2026-27	-	-	3,767.25	FY 2026-27	-	-	3,861.38	-	-
FY 2017-18	84.56	Not applicable	18.00	No expiry	-	-	-	-	3,028.83	FY 2025-26	-	-	3,046.83	-	-
FY 2016-17	-	-	4.93	No expiry	-	-	-	-	2,598.18	FY 2024-25	-	-	2,603.11	-	-
FY 2014-15	-	-	0.09	No expiry	-	-	-	-	-	-	-	-	0.09	-	-
FY 2013-14	-	-	0.74	No expiry	-	-	-	-	-	-	-	-	0.74	-	-
Total	9,963.57		785.03		3,472.30		657.53		35,790.16		89.52		40,794.54	297.68	

42. Earnings per share (EPS)

In accordance with Indian Accounting Standard 33 – "Earnings Per Share" prescribed by Companies (Accounts) Rules, 2015, the computation of earnings per share is set out below:

Particulars	**31 March 2025**	31 March 2024
Profit /(loss) for the year	**5,358.20**	4,207.00
Number of equity shares for calculating basic EPS	**92,14,00,946**	89,88,88,246
Weighted average number of shares outstanding at the end of the year for basic EPS	**91,04,73,320**	89,88,71,130
Number of dilutive potential equity shares	**1,14,82,145**	20,88,781
Weighted average number of shares outstanding at the end of the year for diluted EPS	**92,19,55,465**	90,09,59,911
Earnings per share (EPS) (Face value ₹ 1 each)		
Basic earnings share (in ₹)	**5.89**	4.68
Dilutive earning per share (in ₹)	**5.81**	4.68

43. Segment information

The Group has classified its consolidated segment reporting into Alternatives business, Capital business, Insurance business, Asset reconstruction business, Mutual fund business and Other business. Alternatives business includes advisory and other fee based business; Capital business represents lending business and investment activities; Asset reconstruction business represents purchase and resolution of distress assets; Insurance business represents life insurance business and general insurance business. Mutual fund business represents income from asset management activities and Other business which includes custodian and CSR

The management is the Chief Operating Decision Maker (CODM).

The operating segments are the segments for which separate financial information is available and for which operating profit / loss amounts are evaluated regularly by the CODM.

Since the business operations of the Group are primarily concentrated in India, the Group is considered to operate only in the domestic segment.

31 March 2025

Particulars	Alternatives business	Capital business	Insurance business	Asset reconstruction business	Mutual Fund business	Other business	Total
Segment Revenue	**7,865.41**	**37,475.93**	**36,375.03**	**8,825.02**	**2,476.58**	**2,169.17**	**95,187.14**
Segment Expenditure	**5,022.89**	**36,765.55**	**38,127.84**	**3,544.54**	**1,833.35**	**1,876.77**	**87,170.94**
Segment results - Profit/(loss) before tax	**2,842.52**	**710.38**	**(1,752.81)**	**5,280.48**	**643.23**	**292.40**	**8,016.20**
Tax expense							**2,658.00**
Net profit / (loss) for the year							**5,358.20**
Segment assets	**20,836.19**	**2,01,898.01**	**1,28,463.79**	**49,739.22**	**2,934.11**	**12,353.72**	**4,16,225.04**
Segment liabilities	**11,173.92**	**2,03,384.89**	**1,15,883.07**	**14,390.44**	**864.54**	**11,346.47**	**3,57,043.33**

31 March 2024

Particulars	Alternatives business	Capital business	Insurance business	Asset reconstruction business	Mutual Fund business	Other business	Total
Segment Revenue	5,842.49	39,991.67	35,520.40	10,685.08	2,548.62	1,427.49	96,015.75
Segment Expenditure	3,715.61	40,187.29	38,314.52	5,909.12	2,170.97	1,344.24	91,641.75
Segment results - Profit/(loss) before tax	2,126.88	(195.62)	(2,794.12)	4,775.96	377.65	83.25	4,374.00
Tax expense							(906.47)
Net profit / (loss) for the year							5,280.47
Segment assets	17,585.36	2,40,626.86	1,08,630.26	53,584.09	3,293.43	5,475.71	4,29,195.71
Segment liabilities	10,295.20	2,31,787.96	98,955.26	22,085.54	892.00	4,686.90	3,68,702.86

Note:

Non-cash expenditure aggregated to ₹ 18,805.21 million for the year ended 31 March 2025 (Previous Year ₹ 2,801.25 million)

44. Transfer of Financials Asset

The following tables provide a summary of financial assets that have been transferred in such a way that part or all of the transferred financial assets do not qualify for derecognition, together with the associated liabilities.

Particulars	As at 31 March 2025	As at 31 March 2024
Securitisations		
Carrying amount of transferred assets measured at amortised cost (Held as collateral)	**16,475.70**	15,828.02
Carrying amount of associated liabilities (Debt securities - measured at amortised cost)	**15,294.26**	15,389.61
Fair value of assets	**16,540.63**	15,801.58
Fair value of associated liabilities	**14,672.06**	14,709.77
Net position at fair value	**1,868.57**	1,091.81

45. Unconsolidated structured entities

The Group has exposure to certain unconsolidated structured entities being securitisation trusts, alternative investment funds and similar funds. The Group is involved in setting up of these structured entities and these has been designed so that voting or similar rights are not the dominant factor in deciding who controls the entity, such as when voting rights relate to adminstrative tasks only and the relevant activities are directed by means of contractual arrangements.Therefore, these structured entities are not consolidated by the Group.

The following tables show the carrying amount of the Group's recorded interest in its consolidated balance sheet as well as the maximum exposure to risk (as defined in below) due to these exposures in the unconsolidated structured entities:

Particulars	**As at 31 March 2025**			
	Securitisation trusts	**Alternative Investment Funds**	**Total**	**Maximum exposure[1]**
Loans	357.23	-	357.23	357.23
Trade Receivables	229.20	813.88	1,043.08	1,043.08
Investments	10,863.43	16,099.94	26,963.37	26,963.37
Total Assets	**11,449.86**	**16,913.82**	**28,363.68**	**28,363.68**
Off-balance sheet exposure	3.48	2,949.03	2,952.51	2,952.51
Size of the structured entity[1]	79,849.34	8,46,954.44	9,26,803.78	-
Income from the structured entity	2,108.43	4,026.34	6,134.77	-

Particulars	As at 31 March 2024			
	Securitisation trusts	**Alternative Investment Funds**	**Total**	**Maximum exposure[1]**
Loans	338.67	-	338.67	338.67
Trade Receivables	458.72	585.97	1,044.69	1,044.69
Investments	15,258.48	14,512.63	29,771.11	29,771.11
Total Assets	**16,055.87**	**15,098.60**	**31,154.47**	**31,154.47**
Off-balance sheet exposure	131.88	3,986.60	4,118.48	4,118.48
Size of the structured entity[1]	2,22,865.09	3,63,267.73	5,86,132.82	-
Income from the structured entity	5,526.09	3,056.96	8,583.05	-

[1] In the above table, the size of the structured entity refers to the corpus in case of securitisation trusts and to the assets under management in case of alternative investment funds. For loans, trade receivables and investments in structured entities, the carrying value reflects the Group's maximum exposure to loss.

46. Disclosure of interest in other entities:

1. Details of subsidiaries that have material non-controlling interests.

Name of subsidiary	Place of incorporation and principal place of business	Proportion of ownership interests held by non-controlling interests	Profit/(loss) allocated to non-controlling interests for the year ended	
			31 March 2025	31 March 2024
Edelweiss Asset Reconstruction Company Limited	India	40.18%	1,547.18	1,427.17
Edelweiss Life Insurance Company Limited	India	20.47%	(291.38)	(390.24)

Summarised financial information in respect of each of the Group's subsidiaries that have material non-controlling interests is set out below. The summarised financial information below represents amounts before intra-group eliminations.

Edelweiss Asset Reconstruction Company Limited	**As at 31 March 2025**	As at 31 March 2024
Financial assets	47,980.43	51,863.29
Non-financial assets	1,758.80	1,720.78
Financial liabilities	12,775.90	20,186.95
Non-financial liabilities	1,614.54	1,898.58
Equity attributable to owners of the company	21,145.65	18,842.43
Non-controlling interest	14,203.14	12,656.11

Particulars	**For the year ended 31 March 2025**	For the year ended 31 March 2024
Revenue from operations	8,756.41	10,685.08
Total income	8,825.02	10,685.08
Total expenses	3,544.53	5,909.11
Profit / (loss) before tax	5,280.49	4,775.97
Tax expense	1,429.88	1,224.02
Profit / (loss) for the year	3,850.61	3,551.95
Other comprehensive income / (loss)	(2.83)	(0.81)
Total comprehensive income / (loss)	3,847.78	3,551.14
Profit / (loss) for the year attributable to owners of the parent	2,303.43	2,124.78
Profit / (loss) for the year attributable non-controlling interests	1,547.18	1,427.17
Cash flows (used) / generated from operating activities	1,213.10	3,387.43
Cash flows (used) / generated from investing activities	16,354.91	7,082.72
Cash flows (used) / generated from financial activities	(9,856.89)	(13,291.96)
Net cash inflow/(outflow)	7,711.12	(2,821.81)

Edelweiss Life Insurance Company Limited	**As at 31 March 2025**	As at 31 March 2024
Financial assets	1,02,243.67	87,516.53
Non-financial assets	6,394.99	5,643.37
Financial liabilities	4,382.34	4,193.71
Non-financial liabilities	94,914.60	81,779.69
Equity attributable to owners of the company	7,429.47	5,395.62
Non-controlling interest	1,912.25	1,790.88

Particulars	**For the year ended 31 March 2025**	For the year ended 31 March 2024
Revenue from operations	28,043.21	29,467.51
Total income	28,142.34	29,476.48
Total expenses	29,415.15	31,042.44
Profit / (loss) before tax	(1,272.81)	(1,565.96)
Tax expense	-	-
Profit / (loss) for the year	(1,272.81)	(1,565.96)
Other comprehensive Income / (loss)	1,929.47	1,453.66
Total comprehensive income / (loss)	656.66	(112.30)
Profit / (loss) for the year attributable to owners of the parent	(981.43)	(1,175.72)
Profit / (loss) for the year attributable non-controlling interests	(291.38)	(390.24)
Cash flows (used) / generated from operating activities	3,590.06	2,917.94
Cash flows (used) / generated from investing activities	(6,011.27)	(2,076.22)
Cash flows (used) / generated from financial activities	1,416.77	396.40
Net cash inflow/(outflow)	(1,004.44)	1,238.12

47. Retirement benefit plan

A) Defined contribution plan (Provident fund and National Pension Scheme):

In accordance with the Employees' Provident Fund and Miscellaneous Provisions Act, 1952, employees of the Group are entitled to receive benefits under the provident fund, a defined contribution plan, in which both the employee and the Group contribute monthly at a determined rate. These contributions are made to a recognized provident fund administered by the Regional Provident Fund Commissioner. The employees contribute 12% of their basic salary, and the Group contributes an equal amount

Amount of ₹ 472.36 million (Previous year: ₹ 420.78 million) is recognised as expenses and included in "Employee benefits expense" in the statement of profit and loss.

B) Defined benefit plan (Gratuity):

In accordance with the Payment of Gratuity Act, 1972, the Group provides for gratuity, a defined benefit plan covering all employees. The plan provides a lump sum payment to vested employees at retirement or termination of employment in accordance with the rules laid down in the Payment of Gratuity Act, 1972. The gratuity benefit is partially provided through funded plan and annual expense is charged to the statement of profit and loss on the basis of actuarial valuation. The most recent actuarial valuation of plan assets and the present value of the defined benefit obligation for gratuity were carried out as at 31 March 2025.The present value of the defined benefit obligations and the related current service cost and past service cost, were measured using the Projected Unit Credit Method.

The following tables summarise the components of the net benefit expenses recognised in the statement of profit and loss and the funded and unfunded status and amount recognised in the balance sheet for the gratuity benefit plan.

Statement of profit and loss

Expenses recognised in the Statement of Profit and Loss:

Particulars	**31 March 2025**	31 March 2024
Current service cost	**91.91**	81.50
Interest on net defined benefit liability/ (asset)	**13.65**	(1.91)
Past service cost	**10.66**	-
Exchange rate adjustment	**0.02**	79.61
Total included in 'Employee benefits expense'	**116.24**	159.20

Movement in Other Comprehensive Income:

Particulars	**31 March 2025**	31 March 2024
Balance at start of year (Loss)/ Gain	**(122.81)**	(98.46)
Re-measurements on defined benefit obligation (DBO)		
a. Actuarial (Loss)/ Gain from changes in financial assumptions	**(20.01)**	2.99
b. Actuarial (Loss)/ Gain from experience over the past year	**(10.42)**	(19.43)
Return on plan assets excluding amount included in net interest on the net defined benefit liability/ (asset)	**5.72**	28.56
Changes in the effect of limiting a net defined benefit asset to the asset ceiling excluding amount included in net interest on the net defined benefit liability/ (asset)	**51.69**	(36.47)
Balance at end of year (Loss)/ Gain	**(95.83)**	(122.81)

Balance sheet

Reconciliation of defined benefit obligation (DBO) :

Particulars	**31 March 2025**	31 March 2024
Present value of DBO at the beginning of the year	**551.44**	528.46
Interest cost	**37.82**	35.35
Current service cost	**91.91**	81.49
Benefits paid	**(79.43)**	(88.56)
Past service cost	**10.66**	-
Actuarial (gain)/loss	**30.43**	16.45
Transfer (out)/in	**0.96**	(21.77)
Exchange Rate Adjustment	**0.02**	0.02
Present value of DBO at the end of the year	**643.81**	551.44

47. Retirement benefit plan (Continued)

B) Defined benefit plan (Gratuity) (Continued):

Reconciliation of fair value of plan assets:

Particulars	**31 March 2025**	31 March 2024
Fair value of plan assets at the beginning of the year	**571.75**	509.29
Contributions by Employer	**20.57**	77.90
Benefits paid	**(79.43)**	(88.56)
Interest income	**34.22**	44.56
Return on plan asset excluding amount included in net interest on the net defined benefit liability/ (asset)	**5.73**	28.56
Fair value of plan assets at the end of the year	**552.84**	571.75

Net asset / (liability) recognised in the balance sheet:

Particulars	**2024-25**	2023-24
Present value of DBO	**(643.81)**	(551.44)
Fair value of plan assets at the end of the year	**552.84**	571.75
Net Liability	**(90.97)**	20.31
Less: Effect of limiting net assets to asset ceiling	**(101.38)**	(143.04)
Liability recognised in the balance sheet	**(192.35)**	(122.73)

Experience adjustments:

Particulars	**2025**	2024	2023	2022	2021
On plan liabilities: loss / (gain)	**10.42**	19.43	25.68	35.86	6.74

Principal actuarial assumptions at the balance sheet date:

Particulars	**31 March 2025**	31 March 2024
Discount rate	**6.30%**	**7.00%**
Salary escalation	**7.00%**	**7.00%**
Employees attrition rate	**16.00%**	**16.00%**
Mortality Rate	**IALM 2012-14 (Ultimate)**	**IALM 2012-14 (Ultimate)**

Percentage Break-down of Total Plan Assets	**2024-25**	**2023-24**
Investment Funds with Insurance Company and Cash	**99%**	**99%**
Cash and cash equivalents	**1%**	**1%**
Total	**100%**	**100%**

Sensitivity Analysis for 31 March 2025:

Assumptions	**Discount rate**		**Future salary increases**	
Sensitivity Level	**1.00% increase**	**1.00% decrease**	**1.00% increase**	**1.00% decrease**
Impact on defined benefit obligation	**(27.14)**	**27.14**	**28.05**	**(28.05)**

Sensitivity Analysis for 31 March 2024:

Assumptions	Discount rate		Future salary increases	
Sensitivity Level	1.00% increase	1.00% decrease	1.00% increase	1.00% decrease
Impact on defined benefit obligation	(23.32)	23.32	23.05	(23.05)

Maturity profile

The weighted average duration of the obligation is 4 years (31 March 2024 : 4 years) as at the date of valuation. This represents the weighted average of the expected remaining lifetime of all plan participants.

48. Maturity analysis of assets and liabilities

The table below shows an analysis of assets and liabilities analysed according to when they are expected to be recovered or settled. With regard to loans and advances to customers, the Group uses the same basis of expected repayment behaviour as used for estimating the effective interest rate. Issued debt reflect the contractual coupon amortisations.

Particulars	As at 31 March 2025			As at 31 March 2024		
	Within 12 months	After 12 months	Total	Within 12 months	After 12 months	Total
ASSETS						
Financial assets						
(a) Cash and cash equivalents	47,228.22	-	47,228.22	23,732.18	-	23,732.18
(b) Bank balances other than cash and cash equivalents	3,584.72	1,593.89	5,178.61	7,582.24	1,993.52	9,575.76
(c) Derivative financial instruments	787.05	-	787.05	1,192.41	-	1,192.41
(d) Trade Receivables	3,087.77	848.75	3,936.52	3,222.34	353.03	3,575.37
(e) Loans	30,872.32	91,340.72	1,22,213.04	37,754.08	1,10,286.24	1,48,040.32
(f) Investments	65,393.40	1,10,347.92	1,75,741.32	55,275.56	1,29,639.19	1,84,914.75
(g) Other financial assets	8,549.03	1,769.14	10,318.17	9,332.94	1,630.00	10,962.94
Total financial assets (A)	**1,59,502.51**	**2,05,900.42**	**3,65,402.93**	**1,38,091.75**	**2,43,901.98**	**3,81,993.73**
Non-financial assets						
(a) Reinsurance assets	0.28	3,911.53	3,911.81	0.01	3,273.98	3,273.99
(b) Current tax assets (net)	236.76	6,562.86	6,799.62	432.51	7,328.81	7,761.32
(c) Deferred tax assets (net)	-	17,795.39	17,795.39	-	15,464.78	15,464.78
(d) Investment property	44.00	1,222.23	1,266.23	-	1,550.67	1,550.67
(e) Property, Plant and Equipment	7.58	8,750.08	8,757.66	8.47	9,146.46	9,154.93
(f) Capital work in progress	4.39	-	4.39	36.55	-	36.55
(g) Intangible assets under development	110.46	70.04	180.50	92.41	232.24	324.65
(h) Goodwill	-	-	-	-	236.60	236.60
(i) Other Intangible assets	12.11	1,872.38	1,884.49	60.92	1,363.25	1,424.17
(j) Right to Use (ROU) assets	19.84	780.79	800.63	12.47	518.15	530.62
(k) Other non- financial assets	3,539.96	5,881.43	9,421.39	2,681.60	4,762.10	7,443.70
Total non-financial assets (B)	**3,975.38**	**46,846.73**	**50,822.11**	**3,324.94**	**43,877.04**	**47,201.98**
TOTAL ASSETS (C = A+B)	**1,63,477.89**	**2,52,747.15**	**4,16,225.04**	**1,41,416.69**	**2,87,779.02**	**4,29,195.71**

Particulars	As at 31 March 2025			As at 31 March 2024		
	Within 12 months	After 12 months	Total	Within 12 months	After 12 months	Total
LIABILITIES						
Financial liabilities						
(a) Derivative financial instruments	1,427.30	-	1,427.30	1,155.83	-	1,155.83
(b) Trade Payables	11,983.58	613.01	12,596.59	15,704.40	1,035.47	16,739.87
(c) Insurance claims payable	520.57	-	520.57	373.82	-	373.82
(d) Debt securities	18,094.07	1,05,510.34	1,23,604.41	34,036.15	1,09,944.36	1,43,980.51
(e) Borrowings (other than debt securities)	34,316.10	9,577.29	43,893.39	36,266.68	11,158.87	47,425.55
(f) Subordinated Liabilities	3,775.63	7,471.71	11,247.34	738.22	10,339.90	11,078.12
(g) Lease liabilities	455.84	842.46	1,298.30	507.20	587.63	1,094.83
(h) Other financial liabilities	42,565.75	10,798.37	53,364.12	10,452.14	41,743.82	52,195.96
Total financial liabilities (D)	**1,13,138.84**	**1,34,813.18**	**2,47,952.02**	**99,234.44**	**1,74,810.05**	**2,74,044.49**
Non-financial liabilities						
(a) Current tax liabilities (net)	868.25	47.33	915.58	316.35	47.79	364.14
(b) Provisions	257.37	404.97	662.34	226.47	392.78	619.25
(c) Policyholders' liabilities	-	96,518.10	96,518.10	-	83,042.84	83,042.84
(d) Deferred tax liabilities (net)	-	3,400.79	3,400.79	-	2,050.94	2,050.94
(e) Other non-financial liabilities	7,540.95	53.55	7,594.50	8,374.32	206.88	8,581.20
Total non-financial liabilities (E)	**8,666.57**	**1,00,424.74**	**1,09,091.31**	**8,917.14**	**85,741.23**	**94,658.37**
TOTAL LIABILITIES (F = D+E)	**1,21,805.41**	**2,35,237.92**	**3,57,043.33**	**1,08,151.58**	**2,60,551.28**	**3,68,702.86**
NET TOTAL ASSETS / (LIABILITIES) (C-F)	**41,672.48**	**17,509.23**	**59,181.71**	**33,265.11**	**27,227.74**	**60,492.85**

49. Changes in liabilities arising from financing activities

Particulars	As at 01 April 2024	Cash flows	Others**	As at 31 March 2025
Borrowings*	2,03,579.01	(23,776.80)	241.23	1,80,043.44
Total liabilities from financing activities	**2,03,579.01**	**(23,776.80)**	**241.23**	**1,80,043.44**

Particulars	As at 01 April 2023	Cash flows	Others**	As at 31 March 2024
Borrowings*	2,17,914.56	(14,917.89)	582.34	2,03,579.01
Total liabilities from financing activities	2,17,914.56	(14,917.89)	582.34	2,03,579.01

* Comprises of Debt securities, Subordinated Liabilities, other borrowings and lease liabilities.

** Refers to interest expense for the year incurred by entities other than non-banking financial companies in the group.

50. Contingent liabilities, commitments and leasing arrangements:

50.1 Contingent liabilities and commitments

a) Contingent liabilities

- Taxation matters in respect of which appeal is pending ₹ 2,120.65 million (Previous year: ₹ 1,590.49 million).
- Litigation pending against Group amounts to ₹ 238.46 million (Previous year: ₹ 183.22 million).

(i) The Group has received demand notices from tax authorities on account of disallowance of expenditure for earning exempt income under Section 14A of Income Tax Act 1961 read with Rule 8D of the Income Tax Rules, 1962. The Group has filed appeal/s and is defending its position. Based on the favourable outcome in Appellate proceedings in the past and as advised by the tax advisors, Group is reasonably certain about sustaining its position in the pending cases, hence the possibility of outflow of resources embodying economic benefits on this ground is remote.

(ii) Pursuant to the Income Tax Authorities ("the ITA") investigation, after 31 March 2024, the Company and a subsidiary in the Group have received assessment orders cum demand notices from ITA for AY 2022-23. Based on the legal opinion obtained by the Group, management believes that the demand is not sustainable. The Group has filed an appeal against the said assessment orders. Thus, no adjustment is required in the Consolidated Financial Statement of the Group.

(iii) The Group's pending litigations mainly comprise of claims against the Group pertaining to proceedings pending with Income Tax, Excise, Custom, Sales tax /VAT / GST and other authorities. The Group has reviewed all its pending litigations and proceedings and has adequately provided for where provisions are required and disclosed as contingent liabilities where applicable, in the financial statements. The Group believes that the outcome of these proceedings will not have a materially adverse effect on the Group's financial position and results of operations.

b) Commitments

- Undrawn committed credit lines subject to meeting of conditions, ₹ 4,457.68 million as at balance sheet date (Previous year: ₹ 2,509.83 million).
- Estimated amount of contracts remaining to be executed on capital account and not provided for ₹ 68.32 million (Previous year: ₹ 92.43 million).
- Uncalled liabilities on investments ₹ 6,169.89 million (Previous year: ₹ 6,467.49 million).

50. Contingent liabilities, commitments and lease arrangements: (Continued)

50.2 Leases

1) This note provides information for leases where the group is a lessee. Group has not given any property on lease.

Carrying amounts of lease liabilities and the movements

Particulars	**As at 31 March 2025**	As at 31 March 2024
Opening balance as at	**1,094.83**	554.08
Addition / disposal during year	**449.13**	755.27
Accretion of interest	**158.22**	74.59
Lease payment for the year	**(403.88)**	(289.11)
Closing balance as at	**1,298.30**	1,094.83

2) The statement of profit or loss shows the following amounts relating to leases

Particulars	**For the year ended 31 March 2025**	For the year ended 31 March 2024
Depreciation on ROU of assets	**350.91**	215.05
Reversal of lease pre-closure	**15.14**	(6.56)
Interest cost	**148.54**	74.60
Expenses related to short term lease	**106.76**	52.53

The maturity analysis of lease liability is disclosed in other financial liabilities in note no. 48

51. Disclosure as required by Indian Accounting Standard 24 – "Related Party Disclosure"

(A) Individuals owning, directly or indirectly, an interest in the voting power of the reporting enterprise that gives them control or significant influence over the enterprise

Mr. Rashesh Shah
Mr. Venkatchalam Ramaswamy
Ms. Vidya Shah
Ms. Aparna T.C.

(B) Key Management Personnel

Mr. Rashesh Shah - Chairman and Managing Director
Mr. Venkatchalam Ramaswamy - Vice Chairman & Executive Director
Ms. Ananya Suneja – Chief Financial Officer
Mr. Tarun Khurana - Company Secretary
Mr. Himanshu Kaji - Executive Director (upto 26 September 2023)

(C) Relatives of individuals exercising significant influence and relatives of KMP, with whom transactions have taken place

Ms. Kaavya Venkat
Ms. Shilpa Mody
Ms. Sejal Premal Parekh
Mr. A V Ramaswamy
Ms. Sneha Sripad Desai
Mr. Neel Shah
Ms. Avanti Shah

(D) Enterprises over which Promoter / KMPs / Relatives exercise significant influence, with whom transactions have taken place

Spire Investment Advisors LLP
Shah Family Discretionary Trust

(E) Independent Directors

Mr. Ashok Kini
Dr. Ashima Goyal
Mr. Shiva Kumar
Mr. C. Balagopal (w.e.f. 02 August 2024)
Mr. Biswamohan Mahapatra (upto 26 September 2023)

51. Disclosure as required by Indian Accounting Standard 24 – "Related Party Disclosure" (Continued)

Transactions with Related Parties:

Sr. No.	Nature of Transaction	Related Party Name	For the year ended 31 March 2025	For the year ended 31 March 2024
1	**Dividend paid on Equity Shares**	Mr. Rashesh Shah	**218.40**	218.40
		Mr. Venkatchalam Ramaswamy	**89.36**	89.00
		Ms. Vidya Shah	**46.60**	46.59
		Shah Family Discretionary Trust	**58.13**	58.13
		Spire Investment Advisors LLP	**4.80**	4.80
		Ms. Aparna T. C.	**18.32**	18.32
		Ms. Kaavya Venkat	**17.69**	17.69
		Mr. Himanshu Kaji	**-**	0.74
		Ms. Sneha Sripad Desai	**1.54**	1.54
		Ms. Shilpa Mody	**1.43**	1.43
		Ms. Sejal Premal Parekh	**1.43**	1.43
		Mr. A V Ramaswamy	**0.08**	0.08
		Ms. Avanti Shah	**3.00**	3.00
		Mr. Neel Shah	**3.00**	3.00
		Mr. Tarun Khurana	**0.09**	0.09
		Ms. Ananya Suneja	**0.02**	-
		Mr. C Balagopal	**0.00**	-
2	**Remuneration to**	Mr. Rashesh Shah	**89.28**	110.03
		Mr. Himanshu Kaji	**-**	23.85
		Mr. Venkatchalam Ramaswamy	**119.10**	67.15
		Ms. Vidya Shah	**43.04**	36.53
		Mr. Tarun Khurana	**15.15**	13.05
		Ms. Ananya Suneja	**42.39**	30.98
		Mr. Shiva Kumar	**4.35**	2.86
3	**Director sitting fees paid to**	Mr. Biswamohan Mahapatra	**-**	2.03
		Dr. Ashima Goyal	**0.75**	0.83
		Mr. Ashok Kini	**1.28**	2.28
		Mr. Shiva Kumar	**0.23**	4.03
		Mr C Balagopal	**1.65**	-
4	**Commission paid to**	Mr. Biswamohan Mahapatra	**1.75**	2.50
		Dr. Ashima Goyal	**3.50**	2.50
		Mr. Ashok Kini	**3.50**	2.50
		Ms. Vidya Shah	**3.50**	2.50
		Mr. Shiva Kumar	**3.50**	3.89
		Mr. Venkatchalam Ramaswamy	**-**	40.00
		Ms Ananya Suneja	**-**	1.00
		Mr Tarun Khurana	**-**	0.30
5	**Loan given to KMP**	Mr Tarun Khurana	**3.00**	5.00
6	**Loan repaid by KMP**	Mr Tarun Khurana	**3.00**	5.00
7	**Interest income received from loan given to employee**	Mr Tarun Khurana	**0.25**	0.25
8	**Share Application money received from KMP**	Ms Ananya Suneja	**-**	0.41
9	**Donations given by**	Mr. Rashesh Shah	**27.50**	58.00
		Ms. Vidya Shah	**-**	15.50
10	**Cost reimbursement paid to**	Mr. Venkatchalam Ramaswamy	**0.71**	-

0.00 million indicates amount less than ₹ 0.01 million

Notes:

Information relating to remuneration paid to key managerial person mentioned above excludes provision made for gratuity and provision made for bonus which are provided for group of employees on an overall basis. These are included on cash basis.

52. Capital management

The Group manages the capital structure by a balanced mix of debt and equity. The Group's capital management strategy is to effectively determine, raise and deploy capital so as to create value for its shareholders. The Group maintains sound capitalisation both from an economic and regulatory perspective. The Group continuously monitors and adjusts overall capital demand and supply in an effort to achieve an appropriate balance of the economic and regulatory considerations at all times and from all perspectives. These perspectives include specific capital requirements from rating agencies.

Capital structure includes infusion in the form of equity and structured debt from strategic business partners in certain of Group's subsidiaries to fund expansion and assist in achieving expected growth in the competitive market.

No changes were made in the objectives, policies or processes during the financial years ended 31 March 2025 and 31 March 2024.

This framework is adjusted based on underlying the macro-economic factors affecting business environment, financial market conditions and interest rates environment. Group monitors capital using debt-equity ratio, which is total debt divided by total equity.

Particulars	**As at 31 March 2025**	As at 31 March 2024
Total Debt	**1,78,745.14**	2,02,484.18
Equity	**59,181.71**	60,492.85
Debt to Equity	**3.02**	3.35

Total debt = Debt securities + Borrowings (other than debt securities) + Subordinated Liabilities

53. Share based payments: Employee Stock Option Plans and Stock Appreciation Rights Plans

Edelweiss Financial Services Limited ("EFSL" hereafter), has recognised share based payment expenses for the years ended 31 March 2025 and 31 March 2024 based on fair value as on the grant date calculated as per option pricing model. The grants represent equity-settled options under the Employee Stock Option Plans and Stock Appreciation Rights Plans (hereafter referred to as, "ESOP 2011" and "SAR 2019" or "ESOPs" "SARs").

The EFSL has granted ESOPs under the two plans viz., ESOP 2011 & SAR 2019 to its employees on an equity-settled basis as tabulated below. The ESOPs/SARs provide a right to its holders (i.e., Edelweiss group employees) to purchase one EFSL share for each option at a pre-determined strike price on the expiry of the vesting period. The ESOP/SAR hence represents an European call option that provides a right but not an obligation to the employees of the Edelweiss group to exercise the option by paying the strike price at any time on completion of the vesting period, subject to an outer boundary on the exercise period.

EFSL has granted stock options to employees of the Edelweiss group on an equity-settled basis as tabulated below.

Particulars	SAR 2019	ESOP 2011
Dates of grant	Varying	Varying
Option Type	Equity settled	Equity settled
No. of outstanding options at 31 March 2025	3,75,67,140	3,02,825
No. of outstanding options at 31 March 2024	48,59,570	22,54,725
No. of Equity shares represented by an option	1 share for 1 option	1 share for 1 option
Fair Value per option	Varies as per the grant date	Varies as per the grant date
Exercise Price	Varies as per the grant date	Varies as per the grant date
Vesting Period	2-6 years	1-4 years
Vesting Conditions	Service	Service

The vesting of options is subject to the employee's continued employment with the Edelweiss group. The ESOPs shall vest as follows:

Particulars	SAR 2019		ESOP 2011
Duration from grant date	% options vesting - I	% options vesting - II	% options vesting
12 months from the grant date	-	-	25.00%
24 months from the grant date	33.33%	10.00%	25.00%
36 months from the grant date	-	10.00%	25.00%
48 months from the grant date	33.33%	20.00%	25.00%
60 months from the grant date	-	60.00%	-
72 months from the grant date	33.34%	-	-
Total	**100.00%**	**100.00%**	**100.00%**

Plan description

Plan Name	Grant Date	Vesting Conditions	Term of Options	Payout
ESOP Plan 2011	Various	As specified in tables above	1-4 years	Equity settled
SAR Plan 2019	Various	As specified in tables above	2-6 years	Equity settled

Movement of number of Options for FY 2024-25 and 2023-24

Number of options	31 March 2025			31 March 2024		
	SAR 2019	ESOP 2011	Total	SAR 2019	ESOP 2011	Total
Outstanding at the start of the year	48,59,570	22,54,725	71,14,295	80,57,420	45,92,500	1,26,49,920
Granted during the year*	3,45,00,000	-	3,45,00,000	-	-	-
Exercised during the year	(12,01,530)	(10,48,175)	(22,49,705)	(99,000)	(5,56,500)	(6,55,500)
Lapsed/ cancelled during the year	(5,90,900)	(9,03,725)	(14,94,625)	(30,98,850)	(17,81,275)	(48,80,125)
Outstanding at the end of the year*	**3,75,67,140**	**3,02,825**	**3,78,69,965**	48,59,570	22,54,725	71,14,295
Exercisable at the end of the year	-	3,02,825	3,02,825	-	19,46,725	19,46,725

*Includes, SAR 2019 Plan 23,25,100 (Previous year SAR 2019 Plan 1,75,100) approved but not granted.

Weighted Average Exercise Price for FY 2024-25 and 2023-24

Weighted Average Exercise Price (₹)	31 March 2025		31 March 2024	
	SAR 2019	ESOP 2011	SAR 2019	ESOP 2011
Outstanding at the start of the year	50.74	69.58	136.20	166.84
Granted during the year	77.00	-	-	-
Exercised during the year	27.45	47.71	52.36	34.79
Lapsed/ cancelled during the year	57.19	100.07	88.24	182.01
Outstanding at the end of the year	75.53	54.29	50.74	69.58
Exercisable at the end of the year	NA	54.29	NA	76.25
Weighted Average Share price at the exercise date	123.38	109.85	78.3	58.59

53. Share based payments: Employee Stock Option Plans and Stock Appreciation Rights Plans (Continued)

Outstanding Options as at 31 March 2025 and 31 March 2024

Particulars	31 March 2025		31 March 2024	
	SAR 2019	ESOP 2011	SAR 2019	ESOP 2011
Number of options outstanding	3,75,67,140	3,02,825	48,59,570	22,54,725
Weighted average strike price (₹)	75.53	54.29	50.74	69.58
Weighted average remaining lifetime of options (in years)	3.99	-	1.35	0.07
Number of employees covered under the scheme	167	71	111	143

Options granted during the FY 2024-25 and 2023-24

Particulars	31 March 2025		31 March 2024	
	SAR 2019	ESOP 2011	SAR 2019	ESOP 2011
Number of options granted (Refer note 1)	3,45,00,000	-	-	-
Weighted average strike price (in ₹)	77	NA	NA	NA
Weighted average remaining lifetime of options (in years)	4.3 years	NA	NA	NA
Number of employees covered under the scheme	89	NA	NA	NA
Weighted Average Fair value per option (in ₹)	46.54	NA	NA	NA
Weighted Average Intrinsic value per option (in ₹)	13.92	NA	NA	NA

Assumptions for Fair Value for the FY 2024-25 and 2023-24

Particulars	31 March 2025		31 March 2024	
	SAR 2019	ESOP 2011	SAR 2019	ESOP 2011
Weighted average share price (in ₹)	94.20	125.11	112.17	157.75
Weighted average strike price (in ₹)	75.50	54.30	50.74	69.58
Weighted average remaining lifetime of options (in years)	3.99	-	1.35	0.07
Expected volatility (% p.a.)	56% p.a. - 72% p.a.	56% p.a. - 72% p.a.	56% p.a. - 72% p.a.	41% p.a. - 72% p.a.
Risk-free discount rate (% p.a.)	5.7% p.a. - 6.9% p.a.	5.1% p.a. - 6.8% p.a.	5.1% p.a. - 6.9% p.a.	4.8% p.a. - 7.8% p.a.
Expected dividend yield (% p.a.)	0.7% p.a. - 2.4% p.a.	0.7% p.a. - 2.4% p.a.	0.7% p.a. - 2.4% p.a.	0.4% p.a. - 2.4% p.a.

Other Disclosure

Particulars	31 March 2025			31 March 2024		
	SAR 2019	ESOP 2011	Total	SAR 2019	ESOP 2011	Total
Charges during the year due to share based payments *	27.40	(1.82)	25.58	10.28	3.61	13.89
Liability due for share based payments	198.88	25.40	224.28	191.24	180.82	372.06
Intrinsic value of the liability above	3.43	1.66	5.09	1.93	10.40	12.33

* includes all group companies

Note 1

During the year ended 31 March 2025, the Company's Compensation (ESOP) Committee of the Board of Directors has granted 3,45,00,000 stock options (SARs) to the eligible employees under Edelweiss Employees Stock Appreciation Rights Plan, 2019. Out of the above, 3,23,50,000 SARs has been issued to eligible employee.

53. Share Based Payments: Employee Stock Option Plans And Stock Appreciation Rights Plans (Continued)

Edelweiss Asset Management Limited

The Edelweiss Asset Management Limited has granted ESOPs under one plan viz., EAMC ESOP 2025 to its employees on an equity-settled basis as tabulated below. The ESOPs provide a right to its holders (i.e., Edelweiss Asset Management Limited employees) to purchase one EAML share for each option at a pre-determined strike price on the expiry of the vesting period. The ESOP hence represents an European call option that provides a right but not an obligation to the employees of the EAML to exercise the option by paying the strike price at any time on completion of the vesting period, subject to an outer boundary on the exercise period.

Movement of number of Options for FY 2024-25

Particulars	31 March 2025	31 March 2024
	EAMC ESOP 2025	-
Outstanding at the start of the year	-	-
Granted during the year	41,00,000	-
Exercised during the year	-	-
Lapsed/ cancelled during the year	-	-
Outstanding at the end of the year	41,00,000	-
Exercisable at the end of the year	-	-

Weighted Average Exercise Price for FY 2024-25

Particulars	31 March 2025	31 March 2024
	EAMC ESOP 2025	-
Outstanding at the start of the year	-	-
Granted during the year	471	-
Exercised during the year	-	-
Lapsed/ cancelled during the year	-	-
Outstanding at the end of the year	471	-
Exercisable at the end of the year	-	-
Weighted Average Share price at the exercise date	471	-

Assumptions for Fair Value for FY 2024-25

Particulars	31 March 2025	31 March 2024
	EAMC ESOP 2025	-
Weighted average share price (in ₹)	471	-
Weighted average strike price (in ₹)	471	-
Weighted average remaining lifetime of options (in years)	5	-
Expected volatility (% p.a.)	31.6% - 35.5%	-
Risk-free discount rate (% p.a.)	6.79% - 6.85%	-
Expected dividend yield (% p.a.)	2.50%	-

54. Fair Value Measurement

54.1 Valuation Principles :

Fair value is the price that would be received against sale of an asset or paid to transfer a liability in an orderly transaction in the principal (or most advantageous) market at the measurement date under current market conditions (i.e., an exit price), regardless of whether that price is directly observable or estimated using a valuation technique. In order to show how fair values have been derived, financial instruments are classified based on a hierarchy of valuation techniques as explained in Note 54.4

54.2 Valuation governance :

The Group's fair value methodology and the governance over its models includes a number of controls and other procedures to ensure appropriate safeguards are in place to ensure its quality and adequacy. All new product initiatives (including their valuation methodologies) are subject to approvals by various functions of the Group including the risk and finance functions.

Where fair values are determined by reference to externally quoted prices or observable pricing inputs to models, independent price determination or validation is used. For inactive markets, Company sources alternative market information, with greater weight given to information that is considered to be more relevant and reliable.

The responsibility of ongoing measurement resides with the business and product line divisions. However Finance department is responsible for establishing procedures governing valuation and ensuring fair values are in compliance with accounting standards

54.3 Assets and liabilities by fair value hierarchy

The following table shows an analysis of financial instruments recorded at fair value by level of the fair value hierarchy. Exchange traded and OTC derivatives are at gross amount i.e. before offsetting margin money. The impact of offsetting is explained in Note 10.1.

Particulars	**As at 31 March 2025**			
	Level 1	**Level 2**	**Level 3**	**Total**
Assets measured at fair value on a recurring basis				
Derivative financial instruments (assets)				
Exchange-traded derivatives	**141.59**	**0.11**	**-**	**141.70**
OTC derivatives	**-**	**1,603.23**	**-**	**1,603.23**
Embedded derivatives in market-linked debentures	-	-	**636.68**	**636.68**
Total derivative financial instruments (assets)	**141.59**	**1,603.34**	**636.68**	**2,381.61**
Investments				
Government securities	**27,624.80**	**48,157.37**	**-**	**75,782.17**
Debt securities	**15.55**	**21,180.42**	**2,072.81**	**23,268.78**
Mutual fund	**7,651.86**	**-**	**-**	**7,651.86**
Security receipts	-	-	**17,412.08**	**17,412.08**
AIF Fund	-	**1,446.14**	**14,899.39**	**16,345.53**
Equity instruments	**21,413.65**	**1,125.13**	**877.15**	**23,415.93**
Preference Shares	-	-	**1,283.90**	**1,283.90**
Others	**4,253.44**	**53.44**	**-**	**4,306.88**
Total investments measured at fair value	**60,959.30**	**71,962.50**	**36,545.33**	**1,69,467.13**
Loans and other financial assets measured at fair value	**-**	**-**	**35,702.20**	**35,702.20**
Total financial assets measured at fair value on a recurring basis	**61,100.89**	**73,565.84**	**72,884.21**	**2,07,550.94**

Particulars	As at 31 March 2024			
	Level 1	Level 2	Level 3	Total
Assets measured at fair value on a recurring basis				
Derivative financial instruments (assets)				
Exchange-traded derivatives	802.55	-	-	802.55
OTC derivatives	-	1,101.89	-	1,101.89
Embedded derivatives in market-linked debentures	-	-	299.64	299.64
Total derivative financial instruments (assets)	802.55	1,101.89	299.64	2,204.08
Investments				
Government securities	28,349.08	39,751.67	-	68,100.75
Debt securities	15.70	11,293.62	2,845.86	14,155.18
Mutual fund	7,492.05	-	-	7,492.05
Security receipts	-	-	26,039.25	26,039.25
AIF Fund	-	797.60	11,063.26	11,860.86
Equity instruments*	21,857.24	19,719.10	577.37	42,153.71
Preference Shares	-	-	970.16	970.16
Others	957.09	2,236.64	-	3,193.73
Total investments measured at fair value	58,671.16	73,798.63	41,495.90	1,73,965.69
Loans and other financial assets measured at fair value	-	-	47,099.41	47,099.41
Total financial assets measured at fair value on a recurring basis	59,473.71	74,900.52	88,894.95	2,23,269.18

*Equity instruments includes investment in Nuvama Wealth Management Limited (NWML), a former associate of the Company which is subject to lock-in till September 2024 in accordance with Securities and Exchange Board of India regulations. This investment is reported under Level 2 in fair value disclosure in accordance with Ind AS 113 - Fair Value measurement as at 31 March 2024.

54.3 Assets and liabilities by fair value hierarchy (Continued)

Particulars	As at 31 March 2025			
	Level 1	**Level 2**	**Level 3**	**Total**
Liabilities measured at fair value on a recurring basis				
Derivative financial instruments (liabilities):				
Exchange-traded derivatives	187.47	0.14	-	**187.61**
OTC derivatives	-	86.92	-	**86.92**
Embedded derivative liabilities in market-linked debentures	-	-	1,265.11	**1,265.11**
Non convertible debentures	-	-	4,712.65	**4,712.65**
Short sales	-	-	-	**-**
Total financial liabilities measured at fair value on a recurring basis	**187.47**	**87.06**	**5,977.76**	**6,252.29**

Particulars	As at 31 March 2024			
	Level 1	Level 2	Level 3	Total
Liabilities measured at fair value on a recurring basis				
Derivative financial instruments (liabilities):				
Exchange-traded derivatives	522.00	4.40	-	526.40
OTC derivatives	-	71.01	-	71.01
Embedded derivative liabilities in market-linked debentures	-	-	652.91	652.91
Non convertible debentures	-	-	5,006.41	5,006.41
Short sales	246.59	-	-	246.59
Total financial liabilities measured at fair value on a recurring basis	768.59	75.41	5,659.32	6,503.32

54.4 Fair valuation techniques :

Government debt securities
Government debt securities are generally highly liquid and traded in active markets; fair value of these securities is determined under Level 1 classification. For insurance business, security level prices published by CRISIL are considered for valuation and is determined under Level 2 classification.

Debt securities
Fair value of these debt securities is derived based on the indicative quotes of price and yields prevailing in the market as at the reporting date. Wherever debt securities are traded actively, Group has used price quoted at Stock Exchanges; in other cases Group has used CRISIL Corporate Bond Valuation model for measuring fair value.

Security receipts
There is no active market for Security Receipts; Group determines fair value of these securities using discounted cash flow models. Under this method expected cash flows are estimated by using quantitative and qualitative measures regarding the characteristics of the underlying assets including prepayment rates, default rates and other economic drivers. Since valuation of Securities receipts involves significant unobservable valuation inputs, fair value is classified at Level 3.

Equity instruments
Fair valuation of equity instruments, which are listed and actively traded on recognised stock exchanges with readily available active prices on a regular basis, are classified at Level 1. Equity instruments in non-listed entities are initially measured at transaction price and re-measured at each reporting date at valuation determined by external valuer at instrument level. Fair value of unlisted equity securities are classified at Level 3.

Units of Alternative Investment Funds (AIFs) and Mutual Fund
Units held in AIFs are measured based on fund net asset value (NAV), taking into account redemption and/or other restrictions. Such instruments are classified at Level 3.

Open-ended funds that are redeemable at any time, and reports daily Net Asset Value (NAV) and for which sufficient subscriptions and redemptions occur at NAV, are measured at NAV and classified as level 1.

Loans measured at fair value through profit or loss
Loans are segregated, as far as possible, into portfolios of similar characteristics. Fair values are based on observable market transactions, when available. When they are unavailable, fair values are estimated using valuation models incorporating range of input assumptions. Group determines fair value of loans with help of internal valuation team and independent valuer on case-to-case basis. Valuation is based on discounted cash flow, comparable transaction market price, market research and marked trend as considered appropriate.

Derivatives
The Group enters into derivative financial instruments with various counterparties, primarily banks with investment grade credit ratings. Derivatives valued using valuation techniques with market observable inputs are mainly interest rate swaps, exchange traded futures and options contracts. The most frequently applied valuation techniques include quoted price for exchange traded derivatives and Black Scholes models (for option valuation).

OTC derivatives
Under Interest rate swap contract, the Company agrees to exchange the difference between fixed and floating rate of interest amount calculated on agreed notional principal. Such contracts enable the Company to mitigate the risk of changing interest rate. The fair value of interest rate swap is determined by discounting the future cash flows using the curves at the end of year and the credit risk inherent in the contract. Company classify the Interest rate swaps at level 2 valuation.

Exchange traded derivatives
Exchange traded derivatives includes index/stock options, index/stock futures, company uses exchange traded prices to value these derivative and classify valuation of these instrument at level 1.

Embedded derivatives
An embedded derivative is a component of a hybrid instrument that also includes a non-derivative host contract with the effect that some of the cash flows of the combined instrument vary in a way similar to a stand-alone derivative.

Group determines valuation using valuation models taking Inputs from observable market (Indices) data wherever possible, including prices available from exchanges, dealers, brokers. Group classify valuation of these embedded derivative at level 3.

54.5 Transfer between Level 1 and level 2

During the year there were no transfers between level 1 and level 2. Similarly, there were no transfers from or transfer to level 3.

54.6 Financial instruments measured at amortised cost

The following table sets out the fair values and fair value hierarchy of financial instruments measured at amortised cost. The information given with respect to financial instruments for which the fair value differs from the carrying amount. Carrying amounts of cash and cash equivalents, trade receivables, trade and other payables as on 31 March 2025 and 2024 approximate the fair value because of their short-term nature. Difference between carrying amounts and fair values of bank deposits, other financials assets and other financial liabilities is not significant in each of the years presented.

	As at 31 March 2025				
Particulars	**Total Carrying Amount**	**Total fair value**	**Level 1**	**Level 2**	**Level 3**
Financial assets:					
Loans	86,510.84	90,533.80	-	-	90,533.80
Financial liabilities					
Debt securities	1,18,891.76	1,21,027.62	27,020.03	86,415.55	7,592.04
Borrowing (other than debt securities)	43,893.39	43,906.25	-	11,365.83	32,540.42
Subordinated liabilities	11,247.34	11,087.52	-	11,087.52	-
Off-balance sheet items					
Loan commitments	4,197.68	2,072.28	-	-	2,072.28

	As at 31 March 2024				
Particulars	**Total Carrying Amount**	**Total fair value**	**Level 1**	**Level 2**	**Level 3**
Financial assets:					
Loans	1,00,940.91	1,07,804.37	-	-	1,07,804.37
Financial liabilities					
Debt securities	1,38,974.10	1,40,697.06	36,592.77	89,997.03	14,107.26
Borrowing (other than debt securities)	47,425.55	47,426.03	1,605.88	8,927.90	36,892.25
Subordinated liabilities	11,078.12	11,320.94	-	11,320.94	-
Off-balance sheet items					
Loan commitments	3,127.53	2,071.79	-	-	2,071.79

54.7 Valuation methodologies of financial instruments measured at Amortised Cost:

The Group has used below methodologies and assumptions to estimate fair values of the financial instruments, measured at Amortised cost, only for the purpose of disclosure. These methodologies and assumptions may differ from the methodology and assumptions explained in Notes 54.4

Financial assets at amortised cost

The fair values of these financial assets is determined by discounting contractual cash flows at actual/estimated yields, by current yields incorporating the counterparties' credit risk.

Issued Debt

The fair value of issued debt is estimated using discounted cash flow model.

54.8 Movement in level 3 financial instruments measured at fair value

The following tables show a reconciliation of the opening and closing amounts of Level 3 financial assets and liabilities which are recorded at fair value.

	Financial assets						Financial liabilities	
Particulars	**Security Receipts**	**Equity & Preference**	**Debt Securities**	**AIFs**	**Loans classified at fair value**	**Derivative financial assets**	**Derivative financial liabilities**	**Non-convertible debentures issued**
As at 31 March 2024	**26,039.25**	**1,547.53**	**2,845.86**	**11,063.26**	**47,099.41**	**299.64**	**652.91**	**5,006.41**
Net new purchases and sales including issuance*	**(1,328.21)**	**365.28**	**(590.20)**	**1,361.79**	**(12,461.39)**	**423.37**	**524.44**	**364.74**
Settlements	**(186.04)**	-	-	-	**(683.15)**	**(6.45)**	**(4.59)**	**(713.80)**
Gain / Loss	**(7,112.92)**	**248.24**	**(182.85)**	**2,474.34**	**1,747.33**	**(79.88)**	**92.35**	**55.30**
As at 31 March 2025	**17,412.08**	**2,161.05**	**2,072.81**	**14,899.39**	**35,702.20**	**636.68**	**1,265.11**	**4,712.65**
Unrealised Gain / Loss	**(7,290.26)**	**409.56**	**608.92**	**7,513.39**	**1,390.37**	**26.47**	**(5.19)**	**1,535.92**
As at 31 March 2023	21,089.05	36,189.49	6,552.45	15,520.25	2,645.09	475.14	443.79	6,282.80
Net new purchases and sales including issuance*	8,184.86	(220.92)	(3,680.55)	(7,061.10)	481.64	232.26	98.36	-
Settlements	15.75	(4,136.47)	-	-	-	(10.50)	(214.23)	(961.97)
Gain / Loss	(3,250.41)	(84.55)	(26.04)	2,604.11	(444.40)	(397.26)	324.99	(314.42)
Transferred (from)/to Level 3 and amortised cost	-	(30,200.02)	-	-	44,417.08	-	-	-
As at 31 March 2024	26,039.25	1,547.53	2,845.86	11,063.26	47,099.41	299.64	652.91	5,006.41
Unrealised Gain / Loss	(5,618.09)	(64.85)	(26.04)	532.29	(444.40)	(397.26)	324.99	1,020.24

*includes financial assets derecognised

54.9 Unobservable inputs used in measuring fair value categorised within Level 3 and sensitivity of fair value measurement to change in unobservable market data.

As at 31 March 2025

Type of Financial Instruments	Valuation Techniques	Significant Unobservable input	Range of estimates for unobservable input	Increase in the unobservable input	Change in fair value because of increase in unobservable input	Decrease in the unobservable input	Change in fair value because of decrease in unobservable input
Investments in security receipts	Discounted projected cash flow	Cash Flow	₹ 6,549.90 million	5%	327.50	5%	(327.50)
		Cash Flow	₹ 1,47,105.70 million	6,892.74	926.19	(6,892.74)	(927.54)
		Discount rates	39.74%-40.24%	0.50%	16.47	-0.50%	16.47
		Discount rates	13.8%-14.9%	0.50%	(112.94)	0.50%	114.62
Investments in units of AIF	Net Asset approach	Fair value of underlying investments	₹ 5,688.36 million	5%	250.85	5%	(250.85)
			Nav per unit ₹ 17 - ₹ 100739	5%	293.87	5%	(293.87)
			NAV per unit ₹ 364.20 - ₹ 1956577.86	5%	32.51	5%	(32.51)
			₹ 8,987 to ₹ 175,152 per Unit	5%	189.87	5%	(189.87)
			₹ 9.83 per Unit	5%	0.14	5%	(0.14)
Investments in unquoted equity shares and preference shares categorised at Level 3	Comparable transaction and P/E	Fair value per share	₹ 5.29 per share	5%	9.80	5%	(9.80)
			₹ 24 to ₹ 214,140 per share	5%	20.84	5%	(20.84)
			₹ 34,835 per share	5%	4.39	5%	(4.39)
			₹ 0 to ₹ 34,831 per share	5%	14.82	5%	(14.82)
			₹ 0 to ₹ 391 per NCD	5%	24.44	5%	(24.44)
			₹ 391 per share	5%	13.97	5%	(13.97)
			₹ 386 per share	5%	0.02	5%	(0.02)
			₹ 59.07 per share	5%	11.52	5%	(11.52)
			₹ 3,265 per unit	5%	10.06	5%	(10.06)
Loans classified as Fair Value	Comparable transaction and P/E	Discounting rate	14.75%	0.25%	(9.80)	0.25%	9.90
			15% - 20%	1%	A one percentage point change in the discounting rate used in fair valuation of Level 3 assets docs not have a significant impact in its value	1%	A one percentage point change in the discounting rate used in fair valuation of Level 3 assets docs not have a significant impact in its value
Debt investments classified at FVTPL	Net asset approach	Fair value of underlying investments	-	5%	96.58	5%	(96.58)
	Discounted cash flow	Expected future cash flows	₹ 1,667 to ₹ 632,359 per debenture	5%	5.06	5%	(5.06)
	Comparable transaction and P/E	Fair value per instrument	₹ 0 to ₹ 6,957 per NCD	5%	2.00	5%	(2.00)
Embedded derivatives in market-linked debentures issued (Assets/ liability) (net)	Fair value of index	Index levels	-	5%	(31.42)	5%	31.42
Debt Securities (Liability)	Discounted projected cash flow	Cash Flow	-	-	338.60	-	(338.60)
		Discount rates	14.85%	0.50%	(34.89)	0.50%	35.38

54.9 Unobservable inputs used in measuring fair value categorised within Level 3 and sensitivity of fair value measurement to change in unobservable market data.

As at 31 March 2024

Type of Financial Instruments	Valuation Techniques	Significant Unobservable input	Range of estimates for unobservable input	Increase in the unobservable input	Change in fair value because of increase in unobservable input	Decrease in the unobservable input	Change in fair value because of decrease in unobservable input
Investments in security receipts	Net asset value method	NAV per security receipt	₹ 48,025.60 million	5%	857.87	5%	(857.87)
	Discounted projected cash flow	Cash Flow	₹ 96,290.34 million	5%	112.17	5%	(150.52)
		Discount rates	12% to 14.8%	0.50%	(11.09)	0.50%	11.03
Investments in units of AIF	Net Asset approach	Fair value of underlying	₹ 542.01 million	5%	27.10	5%	(27.10)
			₹ 136.92 million	5%	2.13	5%	(2.13)
			NAV per unit ₹ 378.36 - ₹ 24,443.02	5%	13.13	5%	(13.13)
			NAV per unit ₹ 8,366- ₹ 100,305	5%	122.67	5%	(122.67)
			NAV per unit ₹ 9,542- ₹ 193,480	5%	348.42	5%	(348.42)
			₹ 14 per Unit	5%	0.20	5%	(0.20)
Investments in unquoted equity shares and preference shares categorised at Level 3	Comparable transaction and P/E	Fair value per share	₹ 124,864 per share	5%	15.75	5%	(15.75)
			₹ 0 to ₹ 278 per share	5%	27.35	5%	(27.35)
			₹ 0 to ₹ 124.64 per share	5%	3.51	5%	(3.51)
			₹ 100 to ₹ 214,140 per share	5%	15.76	5%	(15.76)
			₹ 384 to ₹ 387 per share	5%	0.02	5%	(0.02)
			₹ 59,07 per share	5%	7.39	5%	(7.39)
			₹ 1 to ₹ 10 per share	5%	0.02	5%	(0.02)
		Fair value per Unit	₹ 2,974 per unit	5%	9.16	5%	(9.16)
				5%	7.91	5%	(7.91)
Loans classified as Fair Value	Comparable transaction and P/E	Discounting rate	15% - 20%	1%	A one percentage point change in the discounting rate used in fair valuation of Level 3 assets docs not have a significant impact in its value	1%	A one percentage point change in the discounting rate used in fair valuation of Level 3 assets docs not have a significant impact in its value
Debt investments classified at FVTPL	Comparable transaction and P/E	Fair value per instrument	₹ 0 to ₹ 6,957 per NCD	5%	2.00	5%	(2.00)
			₹ 100 to ₹ 214,140 per NCD	5%	4.45	5%	(4.45)
Embedded derivatives in market-linked debentures issued (Assets/ liability) (net)	Fair value of index	Index levels	-	5%	(17.66)	5%	17.66
	Fair value using Black Scholes model or Monte Carlo approach based on	Nifty level	-	5%	-	5%	-
Debt Securities (Liability)	Discounted projected cash flow	Cash Flow	-	-	2.56	-	(2.56)
		Discount rates	12%	0.50%	-	0.50%	-

55. Risk Management

55.1 Introduction and risk profile

The Edelweiss Group ("The Group") provides a broad range of financial products and services to a substantial and diversified client base that includes corporations, institutions and individuals. The Group's products and services span multiple asset classes and consumer segments across domestic and global geographies. The Group's key lines of business can broadly be classified as below:

- Alternatives
- Capital Business (includes lending business and investment activities)
- Insurance (Life and General Insurance)
- Asset reconstruction
- Mutual Fund
- Other Business (includes custodian and CSR activities)

The Group's diversified businesses profile acts as an inherent risk management mechanism at an overall level. However, the prevailing market environment and ongoing operations expose the Group to various risks like credit risk, market risk, liquidity risk, compliance risk, and technology risk amongst others. As the Group operates various regulated businesses, it is exposed to regulatory and reputation risks also.

55.2 Risk management strategy:

The strategy at an execution level is supported by -

1. Three-tiered risk management structure to manage and oversee risks
2. Board and Executive Level Committees to review and approve risk exposures
3. Risk Management framework to ensure each risk the Group is exposed to is given due importance and managed through a well-defined framework and guidelines
4. Standard Operating Procedures and Product approval framework to ensure risks are mitigated at operational level
5. Adequate segregation of duties to ensure multi-layered checks and balances
6. Exception reporting framework to ensure process and policy deviations are adequately addressed

55.3 Risk management structure

To support the risk strategy and ensure effective risk management, the Group has a "Three-tiered risk management structure" to ensure that there are enough defences are available to control all types of risk issues. The risk structure is enumerated below:

1. **Three lines of defense** - for accountability, oversight, and assurance
   - **Respective Businesses** - the first line of defence; they own and manage risks and are responsible for implementation of the risk management framework
   - **Business Risk teams** - the second line of defence; they are responsible for overseeing risk events and defining the risk management framework
   - **Internal audit** - the third line of defence; they provide independent assurance of risk management framework implementation
2. **Board and Executive level Committees** - for overseeing the risk management. The current Risk Management Committees are
   - Board Risk Committee
   - Investment and Credit Committees

The Board Risk Committee is the overseeing body for Risk Management. The Committee meets at regular intervals to review the risk profile of the Company.

The Investment and Credit Committee serve as the nodal bodies for all credit related decisions. Respective businesses have formulated its own Investment and Credit Committees depending upon the scale of the exposure.

Risk management framework

The businesses in the Group have a Risk Framework, which describes the risk management approach and provides clear accountability for managing risk considered appropriate for the Business. The framework is subject to continuous evaluation based on existing internal as well external environment.

The current risk framework covers :

- Business Risk
- Credit Risk
- Market Risk
- Liquidity Risk
- Regulatory Risk
- Reputation Risk
- Technology Risk
- Operational and Process Risk
- Fraud Risk
- People Risk
- Physical Infrastructure Risk

The Businesses in the Group use different types of tools and techniques for mitigating risk, depending upon the type of risk and quantum. For example:

- Financial risks are mitigated through counterparty and client assessment before any exposure is taken, and defined product/program level risk limits to ensure exposure does not exceed risk appetite. The Committee based approval mechanism is adopted to ensure that high exposures are approved with adequate representation and that there is no bias in approvals.
- Non-financial risks viz technology, operational, fraud, etc. are mitigated through process documentation defining clear ownership for each activity, having adequate system/process level controls like maker-checker, reconciliation, testing and reviews.
- Enterprise level risks viz. reputation, compliance, regulatory, etc. are controlled through policies and framework, educating employees through training and risk socialisation sessions.

55.4 Risk management framework of General Insurance (Zuno General Insurance Limited "ZGIL")

Governance framework

The core of the ZGIL risk philosophy lies in the identification, measurement, monitoring and management of risk. ZGIL believe risk management is a continuous, vital process that is an inalienable part of ZGIL DNA. The Governance structure has three focal points:

1. The Business Users would form the First Line of defence. First Line of defence would ensure that risk and control environment is established into their day to day activities.

   This line of defence would also:
   A. Implement proactive and reactive risk management tools in their processes
   B. Review their processes for adequacy of effectiveness of controls
   C. Report on the level of the risks and effectiveness of controls to the second line of defence on periodic basis
   D. Respond to Regulatory/ Operational/ Business changes quickly and keep the second line of defence informed on the developments.

2. The Risk Management and Compliance team form part of the Second Line of Defense. The second line of defense is an oversight function and would provide direction and guidance to the first line of defense for implementation of ZGIL's Board approved policies. The second line of defense would also monitor implementation adequacy of these policies and provide ongoing oversight to the business processes, risks and controls.

3. Independent consultants/assurance providers like internal auditors, external auditors, statutory auditors, regulatory auditors etc. forms third line of defense and provides independent assurance. Such assurance providers will have direct access to the Board of ZGIL. Statutory and Regulatory auditors would have independence as per Statutory and Regulatory assurance framework of the country.

The Insurance Regulatory and Development Authority (IRDAI) vide its circular number IRDA/F&A/GDL/CG/100/05/2016 dated 18 May 2016 has issued Guidelines on Corporate Governance for the Insurance Sector. Based on the circular, the following committees form part of the overall risk governance framework:

- Risk Management Committee
- Audit Committee
- Investment Committee
- Policyholder protection Committee

The Risk Management Committee is responsible for periodic review of the risk management process to ensure that the process initiatives are aligned to the desired objectives. ZGIL has a Chief Risk Officer who is responsible for the implementation and monitoring of the Risk Management Framework. Further, the key policies adopted under the Risk Management Framework are as under:

- Underwriting Policy
- Investment Policy
- Asset Liability Management Policy
- Reinsurance Program
- Information Security Policy
- Outsourcing Policy
- Anti Fraud Policy
- Financial authority Matrix

Regulatory framework

Regulators are primarily interested in protecting the rights of policyholders and monitor them closely to ensure that the ZGIL is satisfactorily managing affairs commensurate to regulatory expectations. At the same time, regulators are also interested in ensuring that ZGIL maintains an appropriate solvency position to meet unforeseeable liabilities arising from economic shocks or natural disasters. The operations of ZGIL are subject to regulatory requirements within the jurisdiction it operates.

Asset liability management (ALM) framework

The ALM policy adopted by ZGIL helps in:
- Understanding all risks requiring the coordination of assets and liabilities
- Quantify interest rate risks and equity risks
- Quantify the extent of mismatch between the assets and liabilities and thereby prescribe appropriate measures to bridge the gap

Asset Valuation:

Asset valuation and bucketing of assets basis the duration will be as per the IRDAI regulations and applicable standards. Assets will be allocated to different lines in the proportion of the net technical reserves for that line of business.

55.4 Risk management framework of General Insurance (Zuno General Insurance Limited "ZGIL") (Continued)

Liability profiling:

The technical reserves consist of:

1. Unearned Premium Reserves (UPR)
2. Premium Deficiency Reserve (PDR)
3. Incurred But Not Reported (IBNR) reserves
4. Outstanding claims reserves

UPR and PDR can be apportioned basis the policy term outstanding. Outstanding claims reserves and IBNR will be apportioned basis the expected reserve utilization. Where data is available the reserving techniques like Chain Ladder method can provide significant inputs on the development profile for the claims. Where data is not available, industry benchmarks or assumptions related to the claims profile will be made to arrive at the suitable run-off pattern for the liabilities. The emerging claims experience will be periodically reviewed by the actuarial department to consider any changes in the same.

Insurance risk

The principal risk, ZGIL faces under insurance contracts, is that the actual claims payments or the timing thereof differ from expectations. This is influenced by the frequency of claims, severity of claims, actual benefits paid and subsequent development of long-term claims. Therefore, the objective of ZGIL is to ensure that sufficient reserves are available to cover these liabilities.

ZGIL has developed a risk strategy to manage the risks appropriately. ZGIL's risk management strategy is to establish measures and controls which will assist in prevention, detection and management of risks for strong risk management system. Such risk management system will identify risk at macro as well as micro level on ongoing basis.

The risk identification, assessment and evaluation activity is followed by defining appropriate action items for ensuring effective management of the risks. ZGIL mitigates the risks by careful section of the underwriting strategy, reinsure a part of the risk with various reinsurers, diversification of all insurance contracts and acquiring business from all parts of the Country.

The main Insurance Risks that ZGIL is exposed to are as follows:

I. Product Pricing Risk: The loss ratios are assumed at the time of pricing the product. There is a risk of not pricing the products adequately due to model error/ data selection or biases / lack of relevant data or inadequate underwriting assumptions leading to losses greater than anticipated.
II. Fraud Risk - Excessive, invalid, duplicate or fraudulent claims
III. Reinsurance Risk - ZGIL enters into reinsurance agreements in order to mitigate insurance Risk. However, this leads to default Risk from the reinsurer at the time of claim payment or also concentration risk if all the Risk is insured to one reinsurer.
IV. Investment Risk - Risk of loss arising from actual returns being different than expected. Credit risk due to investee enterprise defaulting on its debt payments.
V. Expense Risk - Risk of loss arising from expense experience being different than expected
VI. Concentration Risk - ZGIL faces concentration Risk by selling business to specific geography or by writing only single line business etc.

Control Measures:
ZGIL has set up Risk Management framework to continuously monitor ZGIL's experience with regard to parameters like loss ratios and investment returns. The underwriting team, with actuarial guidance, has set in place processes and procedures to review proposal.

ZGIL has entered into a separate agreement with reinsurers to cover the catastrophic risks to hedge against catastrophic events leading to higher than expected claim payouts.

ZGIL has been taking efforts so as to mitigate concentration risk through diversification. However, ZGIL may still be exposed to channel concentration risk. The ZGIL business is spread across various key states in India to minimise any geographical concentration, accordingly, it also insulates ZGIL from impact of catastrophic risk.

55.5 Risk management framework of Life Insurance business ("ELIFE")

a. Governance framework

Risk management is a fundamental part of ELIFE's business strategy and corporate governance.

ELIFE has a board approved Risk Management Policy in place that is aimed at safeguarding the interests of ELIFE's various stakeholders, including policyholders, against events that may hinder the sustainable achievement of financial and operating performance objectives. The policy provides for risk identification, assessment, evaluation, monitoring, tracking and feedback mechanism to identify and evaluate risks through the Risk and Control Self- Assessment (RCSA) Framework. Further, ELIFE continuously reviews its risk exposures and takes measures to maintain them within acceptable levels. The Risk Management Committee (RMC) under the supervision of the Board of Directors oversees ELIFE's risk management framework.

b. Capital management objectives, policies and approach

The primary source of capital used by ELIFE is Equity. ELIFE's policy is to maintain a strong capital base so as to maintain investor, creditor and market confidence and to sustain future development of the business. The capital requirements are routinely forecast on a periodic basis and assessed against both the forecast available capital and the expected internal rate of return, including risk and sensitivity analysis. The process is ultimately subject to approval by the Board.

ELIFE has established the following capital management objectives, policies and approach to managing the risks that affect its capital position:

- To comply with the insurance capital requirements that the IRDAI require. In this respect, the IRDAI has prescribed minimum solvency ratio of 150% (refer note on Capital Management for solvency ratio);
- To maintain the required level of stability of ELIFE, thereby providing a degree of security to policyholders
- To allocate capital efficiently and support the development of business by ensuring that returns on capital employed meet the requirements of its capital providers and shareholders.
- To retain financial flexibility by maintaining strong liquidity and access to a range of capital markets
- To align the profile of assets and liabilities, taking account of risks inherent in the business
- To maintain financial strength to support new business growth and to satisfy the requirements of the policyholders, regulators and stakeholders
- To maintain strong credit ratings and healthy capital ratios in order to support its business objectives and maximise shareholders value

In reporting, financial strength, capital and solvency are measured using the rules prescribed by the Insurance Regulatory Authority of India (IRDAI). These regulatory capital tests are based upon required levels of solvency, capital and a series of prudent assumptions in respect of the type of business written. ELIFE's Capital Management Policy for its business is to hold sufficient capital to cover the statutory requirements based on the IRDAI directives and maintain a health solvency ratio.

c. Regulatory framework

The Insurance Regulatory and Development Authority of India (IRDAI) regulates the insurance industry in India and aims to protect the interest of policyholders while promoting an orderly growth of the insurance industry.

At the same time, regulators are also interested focused in ensuring that the ELIFE maintains an appropriate solvency position to meet unforeseeable liabilities arising from economic shocks or natural disasters. The operations of ELIFE are subject to regulatory requirements within the jurisdiction it operates.

d. Asset liability management (ALM) framework

Due to the nature of the products offered as well as its investments, the Company is exposed to interest rate risk. Asset liability management (ALM) aims at identifying and managing mismatches between assets and liabilities. This includes mismatch in cashflows, duration and risk profile. ELIFE, through its Board approved ALM policy, aims to minimize the potential adverse impact in case of interest rate fluctuations.

The ELIFE mitigates ALM risk through cash flow matching and duration matching. To align the duration of the liabilities with that of the assets, the Company uses long term assets consisting mostly of government securities. In addition, the ELIFE has taken exposure in interest rate derivatives to lock in yields for future cashflows and minimize the interest rate risk and reinvestment risk.

The ELIFE has a Board approved Derivative risk policy covering strategic objectives, limits, and a regulatory and operational framework. It underscores risks inherent in a derivative contract along with a system for measurement and accounting in order to have effective monitoring and control.

Hedge effectiveness is determined based on the principles laid down in the Guidance note on Derivatives issued by The Institute of Chartered Accountants of India. The ELIFE uses regression analysis to determine Hedge effectiveness. If the hedge is ineffective, then the movement in the Fair Value is charged to the Profit and Loss Account. However, if the hedge is effective using regression analysis, a second layer of effectiveness test is performed using the Dollar Offset method. Movements deemed effective after this stage are transferred to 'Fair Value change' account in Balance Sheet and Ineffective portion is transferred to Profit and Loss account.

a. Insurance risk

ELIFE's lines of business are Participating Life (Individual), Non-Participating Life (Individual and Company) and Unit Linked Life (Individual and Company). ELIFE has presence in Non-Participating Health (Individual), Non-participating Non-linked Variable Insurance (Company), Participating Pension (Individual), Unit Linked Pension (Individual) and Non-Participating Annuity (Individual) business as well. By nature of the business, ELIFE underwrites risks and provides financial protection. In doing so, ELIFE is exposed to various risks.

The principal risk, ELIFE faces under insurance contracts, is that the actual claims and benefit payments or the timing thereof differ from expectations. This is influenced by the frequency of claims, severity of claims, actual benefits paid and subsequent development of long–term claims. Therefore, the objective of ELIFE is to ensure that sufficient reserves are available to cover these liabilities.

ELIFE has developed a risk strategy to manage the risks appropriately. ELIFE's risk management strategy is to establish measures and controls which will assist in prevention, detection and management of risks for strong risk management system. Such risk management system will identify risk at macro as well as micro level on ongoing basis.

The risk identification, assessment and evaluation activity is followed by defining appropriate action items for ensuring effective management of the risks. An action item for all the high risks is defined with clear owners and timelines. ELIFE mitigates the risks by careful section of the underwriting strategy, reinsure a part of the risk with various reinsurers, diversification of all insurance contracts and acquiring business from all parts of the Country.

55.5 Risk management framework of Life Insurance business ("ELIFE") (Continued)

b. Life Insurance Contracts and Investment Contracts with and without Discretionary Participation Features:
Ind AS 104 'Insurance Contracts' requires ELIFE to separate the Financial Instruments (investment contracts) from insurance contracts under specified conditions.

Insurance contracts are those contracts where ELIFE has accepted significant insurance risk from the policyholders by agreeing to compensate the policyholders if a specified uncertain future event (the insured event) adversely affects the policyholders. Insurance and investment contracts are further classified as being either with or without DPF. DPF is a contractual right to receive, as a supplement to guaranteed benefits, additional benefits that are likely to be a significant portion of the total contractual benefits.

As a general guideline by IRDAI, ELIFE classifies contract under insurance contract and investment contracts with DPF, if the benefit payable on death is higher by at least 5% of the premium at any time during the life of the contract for other than unit linked products.

All other contracts are classified under Investment Contracts.

Once a contract has been classified as an insurance contract, it remains an insurance contract for the remainder of its lifetime, even if the insurance risk reduces significantly during this period, unless all rights and obligations are extinguished or expire.

Investment contracts, however, can be reclassified as insurance contracts after inception if insurance risk becomes significant.

c. The main Insurance Risks that ELIFE is exposed to are as follows:
i. Persistency Risk - Risk of loss arising due to policyholder experiences (lapses and surrenders) being different than expected
ii. Mortality Risk - Risk of loss arising due to policyholder mortality experience being different than expected
iii. Investment Risk - Risk of loss arising from actual returns being different than expected
iv. Expense Risk - Risk of loss arising from expense experience being different than expected
v. Reinsurance Risk – ELIFE enters into reinsurance agreements in order to mitigate insurance Risk. However, this leads to default Risk from the reinsurer at the time of claim payment or also concentration risk if all the Risk is insured to one reinsurer.
vi. Concentration Risk - ELIFE faces concentration Risk by selling business to specific geography or by writing only single line business etc.

Control Measures:
ELIFE has defined a Risk Management framework to continuously monitor its experience with regard to various risks that it is exposed to. All controls put in place are periodically reviewed to evaluate its efficacy.

Further, the possible financial effect of adverse mortality and morbidity experience has been reduced by entering into re-insurance agreements with multiple re-insurers. ELIFE has entered into a separate agreement with reinsurers under Individual and Group business to hedge against catastrophic events leading to higher than expected claim pay-outs.
ELIFE has been acquiring business across various parts of India diversifying the geographical concentration. It also cushions the Company from impact of catastrophic risk.
ELIFE has a detailed claims processing manual and a Claims Committee in place to process and oversee claims.

Operational risks:
Operational risk refers to the potential for loss resulting from inadequate or failed internal processes, systems, or from human error and external events. Ineffective controls or unforeseen circumstances can lead to financial losses, regulatory or legal consequences, and reputational damage. ELIFE has a robust governance framework and controls mechanism is place to manage Operational Risks. Controls include effective segregation of duties, access controls, periodic review of processes, regular trainings etc.

Operational risks within the Company are categorized into 6 (six) types namely:
- Fraud
- Technology Risk
- People Risk
- Regulatory Risk
- Physical and Infrastructure Risk
- Other Operational Risks

ELIFE ensures oversight on the risks by reviewing data, processes and by performing model checks at regular frequencies. Operational risk impact within the ELIFE is rated basis frequency and impact matrix. Frequency and impact matrix is further utilized for identifying Critical Risks which in turn helps in prioritization.
All Operational risk incidents are reported as part of 'Exception Management Process'. The risk management team conducts an independent root cause analysis of these risk incidents. Root cause analysis is followed by developing corrective and preventive actions to manage the risk. The resultant learning is then used to improve processes systematically.

55.6 Excessive risk concentration

The relevant businesses in the Group have diversified business model which acts as an inherent mechanism to avoid excessive concentrations of risk.

Single and Group level borrower limits for wholesale lending and program level limits for retail lending have been defined to avoid excess credit concentration. The relevant businesses in the Group monitor these limits as part of its regular monitoring activity. Additionally, the risk team of respective businesses in the Group keep track of Group, Industry, Collateral, Geography level exposure concentrations. These concentrations are periodically reviewed by the business entities in the Group and discussed in their Credit/Risk Committee, so as to avoid further exposures or reduce exposures to sector/industry/group/geography.

55.7 Credit risk

Credit risk is the risk of financial loss the Group may face due to current/potential inability or unwillingness of a customer or counterparty to meet financial /contractual obligations. Credit risk also covers the possibility of losses associated with diminution in the credit quality of borrowers or counterparties. Group carries out proper due diligence before underwriting creditworthy counterparties and obtains sufficient collateral, where appropriate, as a means of mitigating the risk of financial loss from defaults. In case the loans are to be restructured, similar credit assessment process is followed by the Business in the Group.

The Business in the Group manages its credit risk through a multi-layered approach as given below:

1) Review by the respective Board Risk Committee;
2) The Investment Committees (IC) for approving all credit related decisions, beyond certain levels delegated to Credit Committees. Further, individual loan specific limits as well as concentration limits are also approved by the IC and reviewed on a periodic basis;
3) Respective Business risk team is responsible for industry and portfolio level monitoring and stress testing;
4) Business risk also does day to day client level monitoring; and
5) Independent verification of all client accounts, adherence to policies and frameworks are carried out by internal audit team.

The counterparty, client assessment is done before any exposure is taken. Assessment covers all the aspects of risk like Borrower profile, financials, and adequacy of collateral, promoter strength, repayment capability and cash flow generation. Discussions are held with independent risk and compliance teams both at Business in the Group before the credit proposals are put forward to the Committees for approval. The Business in the Group have committee-based approval process mechanism to ensure high exposures are approved with adequate representation from Compliance, Credit, Legal and other relevant teams and there is no biasness.

The Credit monitoring is very important part of managing credit risk. Accordingly, the Business in the Group have independent monitoring of credit exposures and associated risks.

The Business in the Group applies the expected credit loss model for recognising impairment loss. For the purpose of measuring lifetime expected credit loss ('ECL') the relevant Business in the Group has used practical expedient as permitted under Ind AS 109. This expected credit loss allowance is computed based on a provision matrix which takes into account historical credit loss experience and adjusted for forward-looking information.

The expected credit loss is a product of exposure at default, probability of default and loss given default. The Business in the Group have devised an internal model to evaluate the probability of default and loss given default based on the parameters set out in Ind AS 109. Loans are classified into various stages for different type of business.

The relevant Business in the Group determine that whether there has been a significant increase in the credit risk since initial recognition. If credit risk has not increased significantly, 12-month ECL is used to provide for impairment loss. However, if credit risk has increased significantly, lifetime ECL is used.

Credit loss is the difference between all contractual cash flows that are due to an entity in accordance with the contract and all the cash flows that the entity expects to receive (i.e., all cash shortfalls),discounted at the original EIR (or credit-adjusted EIR for purchased or originated credit impaired financial assets). Expected Credit Loss computation is not driven by any single methodology, however methodology and approach used must reflect the following:

- An unbiased and probability weighted amount that evaluates a range of possible outcomes;
- Reasonable and supportable information that is available without undue cost and effort at the reporting date about past events, current conditions and forecasts of future economic conditions;
- The time value of money.

While the time value of money element is currently being factored into ECL measurement while discounting cash flows by the Effective Interest Rate (EIR), the objective of developing a macroeconomic model using exogenous macroeconomic variables (MEVs) is to address the first two requirements. This is achieved by using the model output to adjust the PD risk component in order to make it forward looking and probability-weighted.

The relevant Business in the Group have internal grading that is based on days past due (dpd) as specified below:

Internal rating grade	Internal grading description	Stages
Performing		
High grade	0 dpd and 1 to 30 dpd	Stage I
Standard grade	31 to 90 dpd	Stage II
Non-performing		
Individually impaired	90+ dpd	Stage III

55.7 Credit risk (Continued)

Significant increase in credit risk (SICR)

In all cases when the borrower becomes 90 days past due, Business in the Group considers a financial instrument as default category and classify such financial instrument as Stage 3 (credit-impaired) for ECL calculations.

Classification of assets from stage 1 to stage 2 is carried out based on SICR criterion. The Financial Instrument (Customer accounts) which are more than 30 days past due have been identified as accounts where significant increase in credit risk has been observed. These Financial Instrument (Customer accounts) have been classified as Stage 2 assets. As a part of a qualitative assessment of whether a customer is in default, the Business in the Group also considers a variety of instances that may indicate unlikeliness to pay. When such events occur, the Business in the Group carefully considers whether the event should result in treating the customer as defaulted and therefore assessed as Stage 3 for ECL calculations or whether Stage 2 is appropriate.

Probability of Default

Probability of Default (PD) is an estimate of likelihood of default over a given time horizon. PD estimation process is done based on historical internal data available with the relevant Business in the Group. While arriving at PD, the relevant Business in the Group also ensures that the factors that affects the macro-economic trends are considered to a reasonable extent, wherever necessary. The Business in the Group calculates 12 months PD by taking in account the past historical trends of loan portfolio and its credit performance. In case of assets where there is significant increase in credit risk/credit impaired assets, lifetime PD has been applied.

Loss Given Default (LGD)

The LGD represents expected losses on the EAD given the event of default, taking into account, among other attributes, the mitigating effect of collateral value at the time it is expected to be realised and the time value of money. The Loss Given Default (LGD) has been computed with workout methodology. Workout LGD is widely considered to be the most flexible, transparent and logical approach to build an LGD model. Along with actual recoveries, value of the underlying collateral has been factored in to estimate future recoveries in LGD computation. Workout LGD computation involves the actual recoveries as well as future recoveries (as a part of the workout process) on a particular facility, as a percentage of balance outstanding at the time of Default/Restructuring. The assessment of workout LGD was then performed. Principal outstanding at NPA was assessed, which went into the denominator of the LGD calculation. LGD computation has been done for each segment and sub-segment separately.

Exposure at Default (EAD)

The amount which the borrower will owe to the portfolio at the time of default is defined as Exposure at Default (EAD). While the drawn credit line reflects the explicit exposure for the Business in the Group , there might be variable exposure that may increase the EAD. These exposures are of the nature where the Business in the Group provides future commitments, in addition to the current credit. Therefore, the exposure will contain both on and off balance sheet values. The value of exposure is given by the following formula:

EAD = Drawn Credit Line + Credit Conversion Factor * Undrawn Credit Line

Where,

Drawn Credit Line = Current outstanding amount

Credit Conversion Factor (CCF) = Expected future drawdown as a proportion of undrawn amount Undrawn Credit Line = Difference between the total amount which the Business in the Group has committed and the drawn credit line While the drawn exposure and limits for the customer are available, the modelling of CCF is required for computing the EAD.

Purchased or originated credit impaired (POCI)

Financial assets that are purchased or originated at a deep discount that reflects the incurred credit losses are considered to be POCI. This population includes the recognition of a new financial instrument following a renegotiation where concessions have been granted for economic or contractual reasons relating to the borrower's financial difficulty, that otherwise would not have been considered.

Forward looking adjustments

A measure of ECL is an unbiased probability-weighted amount that is determined by evaluating a range of possible outcomes and using reasonable and supportable information that is available without undue cost or effort at the reporting date about past events, current conditions and forecasts of future economic conditions.

To fulfil the above requirement Business in the Group have incorporated forward looking information into its measurement of ECL. The objective of developing a macroeconomic model using exogenous macroeconomic variables (MEVs) is to address the requirements of unbiased, probability weighted outcomes while taking into account current conditions as well as future economic conditions. This will be achieved by using the model output to adjust the PD risk component in order to make it forward looking and probability-weighted.

55.7 Credit risk (Continued)

Exogenous macroeconomic parameters were used as independent (X) variables to predict the dependent (Y) variable. Keeping in mind Ind AS requirements around obtaining reliable and supportable information, without incurring undue cost or effort- based on advice of risk committee members and economic experts and consideration of a variety of external actual and forecast information, the Business in the Group formulates base case view of the future direction of relevant economic variable as well as a representative range of other possible forecast scenario. This process involves developing two or more additional economic scenarios and considering the relative probabilities of each outcome.

Data sourcing:
The Group is expected to obtain reasonable and supportable information that is available without undue cost or effort. Keeping in mind the above requirement macroeconomic information was aggregated from Economic Intelligence Unit (EIU), Bloomberg, World Bank, RBI database. The EIU data has a database of around 150 macroeconomic variables as well as their forecasted values. Beyond 2022 macro-economic variables are forecasted by mean reverting the values to their long-term average. External information includes economic data and forecasts published by governmental bodies and monetary authorities in the country, supranational organisations such as the OECD and the IMF, and selected private sector and academic forecasters.

Probability weighted scenario creations:
To incorporate macroeconomic impact into probability-weighted, each scenario has an associated probability. In order to ensure consistency across macroeconomic models, these probabilities were calculated at an overall level for both Retail and Non-Retail portfolios, keeping in mind that though the impact of a scenario across different portfolios may differ based on endogenous factors, the probability of a scenario unfolding is purely exogenous, and hence should not vary.

The Business in the Group has identified and documented key drivers of credit risk and credit losses for each portfolio of financial instruments and using an analysis of historical data, has estimated relationship between macro-economic variables and credit risk and credit losses.

Predicted relationship between the key indicators and default and loss rates on various portfolios of financial assess have been developed based on analysing historical data over the past 5 years.

55.7.1 Overview of modified and forborne loans

There are no modified stage 2 and stage 3 assets treated as forborne during the year, with the related modification loss suffered by the Group.

55.7.2 Analysis of risk concentration

The following table shows the risk concentration by industry for the components of the balance sheet. Additional disclosures for credit quality and the maximum exposure for credit risk per categories based on the Group's internal grading system and year-end stage classification are further disclosed in Note 12.1.

Industry analysis - Risk concentration for 31 March 2025

Components	Financial services	Government	Manufacturing	Retail and wholesale	Oil & gas	Services	Others	Total
Cash and bank balances	**52,406.83**	**-**	**-**	**-**	**-**	**-**	**-**	**52,406.83**
Derivative financial instruments	**787.05**	**-**	**-**	**-**	**-**	**-**	**-**	**787.05**
Trade receivables	**1,830.98**	**-**	**65.93**	**1,978.72**	**-**	**-**	**60.89**	**3,936.52**
Loans	**747.68**	**-**	**10,791.30**	**1,07,088.52**	**-**	**3,223.55**	**361.99**	**1,22,213.04**
Investments	**6,497.92**	**38,316.69**	**15,475.24**	**51,329.60**	**53.68**	**4,123.65**	**59,944.54**	**1,75,741.32**
Other financial assets	**10,193.72**	**-**	**-**	**37.54**	**-**	**-**	**86.91**	**10,318.17**
Total	**72,464.18**	**38,316.69**	**26,332.47**	**1,60,434.38**	**53.68**	**7,347.20**	**60,454.33**	**3,65,402.93**
Other Commitments	**6,223.00**	**-**	**-**	**4,144.57**	**260.00**	**-**	**-**	**10,627.57**

Industry analysis - Risk concentration for 31 March 2024

Components	Financial services	Government	Manufacturing	Retail and	Oil & gas	Services	Others	Total
Cash and bank balances	33,307.94	-	-	-	-	-	-	33,307.94
Derivative financial instruments	1,192.41	-	-	-	-	-	-	1,192.41
Trade receivables	2,154.01	-	66.77	1,327.02	-	0.18	27.39	3,575.37
Loans	1,480.18	-	6,494.69	1,38,837.18	-	993.44	234.83	1,48,040.32
Investments	54,280.76	71,399.14	25,451.32	27,968.44	104.16	1,585.29	4,125.64	1,84,914.75
Other financial assets	10,846.72	-	3.90	57.85	-	-	54.47	10,962.94
Total	1,03,262.02	71,399.14	32,016.68	1,68,190.49	104.16	2,578.91	4,442.33	3,81,993.73
Other Commitments	493.84	-	-	2,172.00	-	-	-	2,665.84

55.7.3 Collateral and other credit enhancements

The below table show the maximum exposure to credit risk by class of financial asset.

Particulars	Maximum exposure to credit risk		
	31 March 2025	31 March 2024	**Principal type of collateral**
Financial assets			
Loans:			
Corporate and Retail Credit	**76,217.29**	86,135.28	Equity shares and Mutual fund units, Bonds, Property; book receivables, Land, real estate property securities, and Tangible assets , Inventories, fixed deposits & other marketable securities
Distressed Credit	**9,549.75**	14,283.19	Tangible assets
Other credits	**743.80**	522.44	
Trade receivables	**3,936.52**	3,575.37	Tangible assets
Debt instruments and other investments at amortised cost	**6,274.19**	10,949.06	Tangible assets and other securities
Total financial assets at amortised cost	**96,721.55**	1,15,465.34	
Derivative financial instruments	**787.05**	1,192.41	Margin money
Financial assets at FVTPL	**1,19,172.02**	1,36,971.31	Tangible assets, Warrants
Total financial instruments at fair value through profit or loss	**1,19,959.07**	1,38,163.72	
Investment at fair value through OCI	**51,988.71**	39,636.21	Government security and Book debts
Financial assets at FVOCI	**34,008.60**	44,457.58	Tangible assets and other securities
Total financial instruments at fair value through OCI	**85,997.31**	84,093.79	
Other commitments (max exposure)	**10,627.57**	2,395.71	Property, book receivables, Tangible Assets, Equity Shares, Mutual Fund units and Commodities.
Total (net)	**3,13,305.50**	3,40,118.56	

Above also includes unsecured financial assets.

The Group has not entered in to any credit derivative to mitigate above credit risk.

55.7.4 Fair value of collateral held for stage 3 assets

The below tables provide an analysis of the current fair values of collateral held and credit enhancements for stage 3 assets. Dependent on the level of collateral, some Stage 3 exposures may not have individual ECLs when the expected value of the collateral is greater than the LGD, even in if the future value of collateral is forecast using multiple economic scenarios.

As at 31 March 2025

	Maximum exposure to credit risk (carrying amount before ECL)	**Associated ECL**	**Carrying amount**	**Fair value of collateral**
Financial assets				
Loans	76,933.40	31,475.26	45,458.14	78,889.60
Total	**76,933.40**	**31,475.26**	**45,458.14**	**78,889.60**

As at 31 March 2024

	Maximum exposure to credit risk (carrying amount before ECL)	Associated ECL	Carrying amount	Fair value of collateral
Financial assets				
Loans	96,040.38	33,764.99	62,275.39	76,105.26
Total	96,040.38	33,764.99	62,275.39	76,105.26

55.8 Liquidity risk and funding management

Liquidity risk emanates from the mismatches existing on the balance sheet due to differences in maturity and repayment profile of assets and liabilities. These mismatches could either be forced in nature due to market conditions or created with an interest rate view. Such risk can lead to a possibility of unavailability of funds to meet upcoming obligations arising from liability maturities. To mitigate liquidity risk

- Group maintains Liquidity Cushion equivalent to 12-15% of the borrowings in the form of Fixed Deposits, Mutual Funds, Cash, G-Sec, etc. These assets carry minimal credit risk and can be liquidated in a very short period of time.
- Secondly, group has undrawn lines of credit from banks which are drawable on notice which further augment the available sources of funds.
- To reduce concentration of funding risk, Group relies on diversified sources including Banks, Retail investors in capital markets, Mutual Funds, ECB, Sub Debt etc.

Group has a Liquidity Contingency Policy in place and various liquidity parameters are defined and tracked regularly. Liquidity Management Team is provided with update on expected liquidity shortfalls considering normal as well as Stress scenario. A detailed set of activities have been defined to be executed during stress scenario.

Group has a Liquidity Contingency Policy in place to ensure various liquidity parameters are defined and tracked regularly. Liquidity Management Team is provided with update on expected liquidity shortfalls in Normal as well as Stress scenario. A detailed set of activities have been defined to be executed during stress scenario

55.8.1 Analysis of financial liabilities, financial assets, derivatives and financial commitments by remaining contractual maturities

The table below summarises the maturity profile of the undiscounted cash flows of the Group's financial liabilities, financial assets, derivatives and financial commitments.

The tables have been drawn up based on the undiscounted cash flows i.e. the tables include both interest and principal cashflows. The contractual maturity with respect to financial liabilities is based on the earliest date on which the Group may be asked to pay. To the extent that interest flows are at floating rate, the undiscounted amount is derived using interest rates in force at the balance sheet date. Further, with regards to amounts payable in currencies other than Indian Rupees, the amounts are determined based on the spot exchange rates at the balance sheet date. The analysis with respect to financial assets is based on expected maturities. All derivatives which are entered into for trading purposes are shown in the earliest time band. With respect to other derivatives, the remaining contractual maturity information has been given based on undiscounted cash flows.

As at 31 March 2025

Non-derivative financial liabilities	**Upto 3 months**	**Between 3 to 6 months**	**Between 6 months to 1 year**	**Between 1 year to 3 years**	**More than 3 years**	**Total**
Trade payables	9,422.73	1,213.76	1,341.58	553.71	64.81	12,596.59
Borrowings (other than debt securities)	27,219.38	2,308.55	5,576.86	7,997.39	2,689.94	45,792.12
Debt securities	6,025.14	3,468.95	14,860.13	90,014.79	28,703.14	1,43,072.15
Subordinated financial liabilities	4,133.07	239.67	258.13	6,422.73	1,479.00	12,532.60
Other financial liabilities	22,810.29	2,919.48	6,122.89	23,635.84	7,491.64	62,980.14
Total undiscounted non-derivative financial liabilities	**69,610.61**	**10,150.41**	**28,159.59**	**1,28,624.46**	**40,428.53**	**2,76,973.60**

Non-derivative financial assets	**Upto 3 months**	**Between 3 to 6 months**	**Between 6 months to 1 year**	**Between 1 year to 3 years**	**More than 3 years**	**Total**
Cash and cash equivalent and other bank balances	47,851.81	420.45	2,540.72	964.57	629.28	52,406.83
Trade receivables	2,915.64	50.58	156.03	670.08	144.19	3,936.52
Loans	10,242.44	7,124.42	19,348.31	68,651.50	64,711.60	1,70,078.27
Investments	49,699.97	5,385.05	9,100.17	26,548.85	1,90,113.45	2,80,847.49
Other financial assets	8,174.31	47.70	315.01	260.10	1,521.05	10,318.17
Total undiscounted non-derivative financial assets	**1,18,884.17**	**13,028.20**	**31,460.24**	**97,095.10**	**2,57,119.57**	**5,17,587.28**

Derivatives	**Upto 3 months**	**Between 3 to 6 months**	**Between 6 months to 1 year**	**Between 1 year to 3 years**	**More than 3 years**	**Total**
Net settled derivatives entered into for trading purposes	21.58	-	-	-	14.18	35.76
Other net settled derivatives	(642.61)	-	(33.40)	-	-	(676.01)
Total	**(621.03)**	-	**(33.40)**	-	**14.18**	**(640.25)**

Commitments	**Upto 3 months**	**Between 3 to 6 months**	**Between 6 months to 1**	**Between 1 year to 3 years**	**More than 3 years**	**Total**
Undrawn loan and other commitments	3,137.41	1,014.69	5,308.85	971.63	194.99	10,627.57

The Group has undrawn lines of credit available aggregating ₹ 913.40 million as at 31 March 2025 to meet any possible liquidity shortfall.

55.8.1 Analysis of financial liabilities, financial assets, derivatives and financial commitments by remaining contractual maturities (Continued)

As at 31 March 2024

Non-derivative financial liabilities	Upto 3 months	Between 3 to 6 months	Between 6 months to 1 year	Between 1 year to 3 years	More than 3 years	Total
Trade payables	11,399.31	1,583.34	2,533.26	1,166.42	41.36	16,723.69
Borrowings (other than debt securities)	23,386.59	5,184.33	9,630.96	7,461.61	3,387.32	49,050.81
Debt securities	19,496.87	6,415.89	19,712.17	70,222.94	44,485.62	1,60,333.49
Subordinated financial liabilities	620.97	56.74	658.62	8,742.20	4,105.81	14,184.34
Other financial liabilities	16,769.82	2,555.14	8,000.52	8,183.93	20,384.85	55,894.26
Total undiscounted non-derivative financial liabilities	71,673.56	15,795.44	40,535.53	95,777.10	72,404.96	2,96,186.59

Non-derivative financial assets	Upto 3 months	Between 3 to 6 months	Between 6 months to 1 year	Between 1 year to 3 years	More than 3 years	Total
Cash and cash equivalent and other bank balances	24,466.45	556.59	5,850.58	1,917.00	552.65	33,343.27
Trade receivables	2,452.06	563.82	159.60	436.79	-	3,612.27
Loans	18,485.47	9,436.65	25,902.30	63,106.35	76,245.72	1,93,176.49
Investments	42,611.63	11,210.30	28,494.21	20,735.39	1,69,008.83	2,72,060.36
Other financial assets	8,300.83	743.24	126.19	309.14	1,437.46	10,916.86
Total undiscounted non-derivative financial assets	96,316.44	22,510.60	60,532.88	86,504.67	2,47,244.66	5,13,109.25

Derivatives	Upto 3 months	Between 3 to 6 months	Between 6 months to 1 year	Between 1 year to 3 years	More than 3 years	Total
Net settled derivatives entered into for trading purposes	335.38	(50.97)	-	-	82.51	366.92
Other net settled derivatives	33.48	(408.61)	13.97	30.82	-	(330.34)
Total	368.86	(459.58)	13.97	30.82	82.51	36.58

Commitments	Upto 3 months	Between 3 to 6 months	Between 6 months to 1	Between 1 year to 3 years	More than 3 years	Total
Undrawn loan and other commitments	2,077.10	593.91	257.62	279.90	0.49	3,209.02

The Group has undrawn lines of credit available aggregating ₹ 1,066.25 million as at 31 March 2024 to meet any possible liquidity shortfall.

55.9 Market Risk:

Market risk is the risk which can affect the Group's income or the value of its holdings of financial instruments due to adverse movements in market prices of instrument due to interest rates, equity prices, foreign exchange rates and credit spreads. The objective of the Group's market risk management is to manage and control market risk exposures within acceptable parameters. The Group treats its exposure to market risks on trading and non-trading portfolios separately.

Exposure to market risk

Interest rate risk - Interest rate risk is managed principally through monitoring interest rate gaps and by having pre-approved limits for repricing bands.

Asset-Liability Committee (ALCO) monitors interest rate gap statement and the mix of floating/fixed rate assets and liabilities and ensure these gaps are managed below defined limits. Balance Sheet Management Unit is in-charge for day to day management of interest rate risk.

Foreign exchange risk – Group's foreign exposure is limited to monetary assets/liabilities held by Group entities outside India and profits/loss generated by these entities. The Treasury Unit aggregates the foreign exchange exposure emerging out of these outflows/inflows and the same is hedged to mitigate foreign exchange risk. Positions are regularly monitored by the Treasury Unit and rebalanced based on the inflow and outflow of funds.

Equity price risk - The Treasury and Balance Sheet Management Units effectively evaluates various risks involved in underlying assets in trading and non-trading books respectively

Interest rate risk

Interest rate risk arises from the possibility that changes in interest rates will affect future cash flows or the fair values of financial instruments. The Group's policy is to monitor positions on a daily basis and hedging strategies are used to ensure positions are maintained within the established limits.

The following table demonstrates the sensitivity to possible change in interest rates (all other variables being constant) on the Group's statement of profit and loss and equity. The sensitivity to profit before tax is the effect of the assumed changes in interest rates on the profit before tax for the year, based on the floating rate financial assets and financial liabilities held at reporting date. Sensitivity analysis has been prepared assuming the amount of the floating-rate financial liability and financial assets outstanding at the end of the year was outstanding for the whole year. The sensitivity of equity is calculated by revaluing the fixed rate FVOCI, including the effect at reporting date for the effects of the assumed changes in interest rates.

Currency	31 March 2025					
	Increase in interest rate (%)	Effect on profit before tax	Effect on Equity	Decrease in interest rate (%)	Effect on profit before tax	Effect on Equity
INR	0.25	34.30	(1,564.58)	0.25	(34.30)	1,564.58
INR	5.00	(235.89)	-	5.00	235.89	-

Currency	31 March 2024					
	Increase in interest rate (%)	Effect on profit before tax	Effect on Equity	Decrease in interest rate (%)	Effect on profit before tax	Effect on Equity
INR	0.25	(611.79)	(779.84)	0.25	611.79	779.84
INR	5.00	(92.20)	-	5.00	92.20	-

Currency risk:

Currency risk is the risk that the value of a financial instrument will fluctuate due to changes in foreign exchange rates.

Foreign currency risk arise primarily on account of foreign currency borrowings.

The table below indicates the currencies to which the Group had significant exposure at the end of the year.

Currency	31 March 2025					
	Increase in exchange rate (%)	Effect on profit before tax	Effect on Equity	Decrease in exchange rate (%)	Effect on profit before tax	Effect on Equity
US dollar	5.00	148.18	-	5.00	(148.18)	-
Others	5.00	5.79	-	5.00	(5.79)	-

Currency	31 March 2024					
	Increase in exchange rate (%)	Effect on profit before tax	Effect on Equity	Decrease in exchange rate (%)	Effect on profit before tax	Effect on Equity
US dollar	5.00	174.86	0.10	5.00	(174.86)	(0.10)
Others	5.00	0.12	-	5.00	(0.12)	-

55.9 Market Risk (Continued):

Equity Price risk:

Equity price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in the level of individual investment in equity share prices.

Impact on	31 March 2025					
	Increase in equity price (%)	Effect on profit before tax	Effect on Equity	Decrease in equity price (%)	Effect on profit before tax	Effect on Equity
Derivatives	5.00	327.15	-	5.00	(327.15)	-
Others	5.00	784.24	131.72	5.00	(784.24)	(131.72)

Impact on	31 March 2024					
	Increase in equity price (%)	Effect on profit before tax	Effect on Equity	Decrease in equity price (%)	Effect on profit before tax	Effect on Equity
Derivatives	5.00	464.34	-	5.00	(464.34)	-
Others	5.00	1,742.81	1.82	5.00	(1,742.81)	(1.82)

Index price risk:
Index price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in the level of equity indices.

Impact on	31 March 2025					
	Increase in index price (%)	Effect on profit before tax	Effect on Equity	Decrease in index price (%)	Effect on profit before tax	Effect on Equity
Derivatives	5.00	190.73	-	5.00	(190.73)	-
Others	5.00	(130.16)	-	5.00	130.16	-

Impact on	31 March 2024					
	Increase in index price (%)	Effect on profit before tax	Effect on Equity	Decrease in index price (%)	Effect on profit before tax	Effect on Equity
Derivatives	5.00	273.53	-	5.00	(273.53)	-
Others	5.00	33.99	-	5.00	(33.99)	-

Other price risk:

Other price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in the level of market prices other than equity and index prices.

Impact on	31 March 2025					
	Increase in price (%)	Effect on profit before tax	Effect on Equity	Decrease in price (%)	Effect on profit before tax	Effect on Equity
Units of AIFs and Trusts	5.00	311.34	68.52	5.00	(311.34)	(68.52)
Others	5.00	911.36	2.75	5.00	(911.36)	(2.75)

Impact on	31 March 2024					
	Increase in price (%)	Effect on profit before tax	Effect on Equity	Decrease in price (%)	Effect on profit before tax	Effect on Equity
Units of AIFs and Trusts	5.00	174.65	21.97	5.00	(174.65)	(21.97)
Others	5.00	802.22	65.94	5.00	(802.22)	(191.10)

56. Composition of the Group

Sr.	Name of the Entity	Note No.	Country of Incorporation	Proportion of ownership interest as at 31 March 2025	Proportion of ownership interest as at 31 March 2024
	Subsidiaries				
1	ECL Finance Limited		India	100.00%	100.00%
2	Edelcap Securities Limited		India	100.00%	100.00%
3	Edelweiss Asset Management Limited		India	100.00%	100.00%
4	ECap Securities and Investments Limited		India	100.00%	100.00%
5	Edelweiss Trusteeship Company Limited		India	100.00%	100.00%
6	Nido Home Finance Limited		India	100.00%	100.00%
7	Edelweiss Investment Adviser Limited		India	100.00%	100.00%
8	ECap Equities Limited		India	100.00%	100.00%
9	Edel Investments Limited		India	100.00%	100.00%
10	Edelweiss Rural & Corporate Services Limited		India	100.00%	100.00%
11	Comtrade Commodities Services Limited	a	India	100.00%	100.00%
12	Edel Finance Company Limited		India	100.00%	100.00%
13	Edelweiss Retail Finance Limited		India	100.00%	100.00%
14	Edelweiss Multi Strategy Fund Advisors LLP		India	100.00%	100.00%
15	Zuno General Insurance Limited		India	100.00%	100.00%
16	Edelweiss Securities and Investments Private Limited		India	100.00%	100.00%
17	EC International Limited	b	Mauritius	-	100.00%
18	EAAA Pte. Limited (formerly known as Edelweiss Alternative Asset Advisors Pte. Limited)		Singapore	100.00%	100.00%
19	Edelweiss International (Singapore) Pte. Limited		Singapore	100.00%	100.00%
20	Edelgive Foundation		India	100.00%	100.00%
21	EAAA India Alternatives Limited (formerly known as Edelweiss Alternative Asset Advisors Limited)		India	100.00%	100.00%
22	Edelweiss Private Equity Tech Fund		India	95.60%	95.60%
23	Edelweiss Value and Growth Fund		India	96.05%	96.05%
24	Edelweiss Asset Reconstruction Company Limited		India	59.82%	59.82%
25	Edelweiss Life Insurance Company Limited (formerly known as Edelweiss Tokio Life Insurance Company Limited)	c	India	79.53%	75.08%
26	Allium Corporate Services Private Limited (formerly known as Allium Finance Private Limited)	d	India	100.00%	88.28%
27	Edelweiss Global Wealth Management Limited		India	100.00%	100.00%
28	Nuvama Custodial Services Limited		India	51.00%	51.00%
29	EAAA Real Assets Managers Limied (formerly known as Edelweiss Real Assets Managers Limited)		India	100.00%	100.00%
30	Sekura India Management Limited		India	100.00%	100.00%

56. Composition of the Group (Continued)

Group stake in trusts

	Trust Name	Country of Incorporation	Proportion of ownership interest as at 31 March 2025	Proportion of ownership interest as at 31 March 2024
1	EARC SAF - 2 Trust	India	100.00%	100.00%
2	EARC Trust - SC 6	India	100.00%	100.00%
3	EARC Trust - SC 9	India	100.00%	100.00%
4	EARC Trust - SC 102	India	100.00%	100.00%
5	EARC Trust - SC 112	India	100.00%	100.00%
6	EARC Trust - SC 130	India	100.00%	100.00%
7	EARC Trust - SC 229	India	100.00%	100.00%
8	EARC Trust - SC 238	India	100.00%	100.00%
9	EARC Trust - SC 245	India	37.00%	37.00%
10	EARC Trust - SC 251	India	100.00%	100.00%
11	EARC Trust - SC 263	India	100.00%	100.00%
12	EARC Trust - SC 266 (Upto 31st December 2024)	India	-	100.00%
13	EARC Trust - SC 298	India	86.52%	75.16%
14	EARC Trust - SC 306 (upto 30th June 2024)	India	-	50.00%
15	EARC Trust - SC 308	India	100.00%	100.00%
16	EARC Trust - SC 314	India	100.00%	100.00%
17	EARC Trust - SC 325	India	100.00%	100.00%
18	EARC Trust - SC 329	India	100.00%	100.00%
19	EARC Trust - SC 331	India	100.00%	100.00%
20	EARC Trust - SC 332 (Upto 30th September 2024)	India	-	100.00%
21	EARC Trust - SC 334	India	100.00%	100.00%
22	EARC Trust - SC 344	India	100.00%	100.00%
23	EARC Trust - SC 347	India	100.00%	100.00%
24	EARC Trust - SC 348	India	100.00%	100.00%
25	EARC Trust - SC 351 (Upto 31st December 2024)	India	-	100.00%
26	EARC Trust - SC 352	India	100.00%	100.00%
27	EARC Trust - SC 357 (Upto 31st March 2025)	India	-	100.00%
28	EARC Trust - SC 360 (upto 30th June 2024)	India	-	100.00%
29	EARC Trust - SC 361	India	100.00%	100.00%
30	EARC Trust - SC 363 (Upto 31st March 2025)	India	-	100.00%
31	EARC Trust - SC 370	India	100.00%	100.00%
32	EARC Trust - SC 372	India	100.00%	100.00%
33	EARC Trust - SC 373	India	100.00%	100.00%
34	EARC Trust - SC 374	India	100.00%	100.00%
35	EARC Trust - SC 375	India	100.00%	100.00%
36	EARC Trust - SC 376	India	100.00%	100.00%
37	EARC Trust - SC 377	India	100.00%	100.00%
38	EARC Trust - SC 378	India	100.00%	100.00%
39	EARC Trust - SC 380	India	100.00%	100.00%
40	EARC Trust - SC 381	India	100.00%	100.00%
41	EARC Trust - SC 383	India	100.00%	100.00%
42	EARC Trust - SC 384	India	99.87%	83.62%
43	EARC Trust - SC 385	India	100.00%	100.00%
44	EARC Trust - SC 386	India	100.00%	100.00%
45	EARC Trust - SC 387	India	100.00%	100.00%
46	EARC Trust - SC 388 (Upto 31st December 2024)	India	-	100.00%
47	EARC Trust - SC 391	India	100.00%	100.00%
48	EARC Trust - SC 392	India	100.00%	100.00%
49	EARC Trust - SC 393	India	100.00%	100.00%
50	EARC Trust - SC 394	India	100.00%	100.00%
51	EARC Trust - SC 395 (Upto 31st March 2025)	India	-	100.00%
52	EARC Trust - SC 396	India	100.00%	100.00%
53	EARC Trust - SC 401	India	100.00%	100.00%
54	EARC Trust - SC 402	India	100.00%	100.00%
55	EARC Trust - SC 405	India	100.00%	100.00%
56	EARC Trust - SC 406	India	100.00%	100.00%
57	EARC Trust - SC 410	India	100.00%	100.00%
58	EARC Trust - SC 412	India	100.00%	100.00%
59	EARC Trust - SC 415	India	100.00%	100.00%

56. Composition of the Group (Continued)

Group stake in trusts (Continued)

	Trust Name	Country of Incorporation	Proportion of ownership interest as at 31 March 2025	Proportion of ownership interest as at 31 March 2024
60	EARC Trust - SC 427 (Upto 31st December 2024)	India	-	46.17%
61	EARC Trust - SC 428	India	100.00%	100.00%
62	EARC Trust - SC 429 (Upto 31st December 2024)	India	-	100.00%
63	EARC Trust - SC 430	India	100.00%	100.00%
64	EARC Trust - SC 227 (Upto 31st December 2024)	India	-	100.00%
65	EARC Trust - SC 228 (Upto 31st December 2024)	India	-	100.00%
66	EARC Trust - SC 397	India	100.00%	100.00%
67	EARC Trust - SC 413	India	100.00%	100.00%
68	EARC Trust - SC 416	India	100.00%	100.00%
69	EARC Trust - SC 417	India	100.00%	100.00%
70	EARC Trust - SC 418	India	100.00%	100.00%
71	EARC Trust - SC 421	India	100.00%	100.00%
72	EARC Trust - SC 422	India	100.00%	100.00%
73	EARC Trust - SC 423	India	100.00%	100.00%
74	EARC Trust - SC 424	India	100.00%	100.00%
75	EARC Trust - SC 425	India	100.00%	100.00%
76	EARC Trust - SC 431 (Upto 31st December 2024)	India	-	100.00%
77	EARC Trust - SC 434	India	100.00%	100.00%
78	EARC Trust - SC 436	India	100.00%	100.00%
79	EARC Trust - SC 444	India	100.00%	100.00%
80	EARC Trust - SC 447	India	100.00%	100.00%
81	EARC Trust - SC 448	India	100.00%	100.00%
82	EARC Trust - SC 449	India	100.00%	100.00%
83	EARC Trust - SC 451	India	100.00%	100.00%
84	EARC Trust - SC 459	India	100.00%	100.00%
85	EARC Trust - SC 477	India	100.00%	100.00%
86	EARC Trust - SC 481	India	100.00%	100.00%
87	EARC Trust - SC 482	India	100.00%	100.00%
88	EARC Trust - SC 442	India	100.00%	100.00%
89	EARC Trust - SC 483	India	100.00%	100.00%
90	EARC Trust - SC 484	India	100.00%	100.00%
91	EARC Trust - SC 443	India	100.00%	100.00%
92	EARC Trust - SC 452	India	78.58%	78.12%
93	EARC Trust - SC 462	India	100.00%	100.00%
94	EARC Trust - SC 461 (Upto 31st March 2025)	India	-	100.00%
95	EARC TRUST - SC 453	India	76.77%	75.39%
96	EARC TRUST - SC 433	India	100.00%	100.00%
97	EARC TRUST - SC 445	India	100.00%	100.00%
98	EARC TRUST - SC 486	India	99.90%	74.94%
99	EARC TRUST - SC 492	India	100.00%	100.00%
100	EARC TRUST - SC 489	India	100.00%	100.00%
101	EARC Trust - SC 488 (Upto 31st December 2024)	India	-	38.77%
102	EARC TRUST - SC 464	India	100.00%	100.00%
103	EARC TRUST - SC 493	India	100.00%	100.00%
104	EARC TRUST - SC 455	India	100.00%	100.00%
105	EARC TRUST - SC 470	India	100.00%	100.00%
106	EARC TRUST - SC 456	India	100.00%	100.00%
107	EARC Trust - SC 457	India	100.00%	-
108	EARC Trust - SC 468	India	100.00%	-
109	EARC Trust - SC 494	India	100.00%	-
110	EARC Trust - SC 469	India	100.00%	-

56. Composition of the Group (Continued)

Notes:

a Comtrade Commodities Services Limited (Formerly known as Edelweiss Comtrade Limited), a subsidiary of the Group has ceased its operation and does not have any business activity planned for future. Accordingly the financial statements for the year have been prepared on a non-going concern basis.

b EC International Limited, one of the subsidiary of the Group has wound up its operation on 20 September 2024 and ceased to become the subsidiary of the Group and has been consolidated upto the that date and its liquidation was completed on 01 January 2025.

c During the year ended 31 March 2025, the Company has increased its controlling stake in Edelweiss Life Insurance Company Limited, one of its subsidiary from 75.08% to 79.53% and same has be consolidated accordingly.

d During the year ended 31 March 2025, Edelweiss Rural and Corporate Services Limited, the subsidiary of the Group has increased its stake in Allium Corporate Services Private Limited, one of its subsidiary from 88.28% to 100% and same has be consolidated accordingly.

57. Additional Information, as required under Schedule III to the Companies Act, 2013, of enterprises consolidated as Subsidiary

FY 2024-25

Sr. No.	Name of the Entity	Net Assets i.e. Total Assets minus Total Liabilities		Share in Profit or Loss		Share in Other Comprehensive Income		Share in Total Comprehensive Income	
		As % of consolidated net assets	Amount (₹ in Millions)	As % of consolidated profit or loss	Amount (₹ in Millions)	As % of consolidated other comprehensive Income	Amount (₹ in Millions)	As % of consolidated total comprehensive Income	Amount (₹ in Millions)
Parent									
	Edelweiss Financial Services Limited	93.22%	55,170.79	(9.69)%	(519.02)	0.15%	(11.94)	22.37%	(530.96)
Subsidiaries									
	Indian								
1	ECL Finance Limited	27.07%	16,019.30	8.64%	463.02	178.58%	(13,806.73)	562.26%	(13,343.70)
2	Edelcap Securities Limited	13.61%	8,056.32	(0.71)%	(37.92)	0.03%	(1.97)	1.68%	(39.89)
3	Edelweiss Asset Management Limited	3.47%	2,054.78	9.86%	528.40	0.07%	(5.62)	(22.03)%	522.78
4	ECap Securities and Investments Limited	0.03%	14.83	(23.35)%	(1,251.17)	0.00%	(0.02)	52.72%	(1,251.20)
5	Edelweiss Trusteeship Company Limited	0.01%	6.94	0.00%	0.15	-	-	(0.01)%	0.15
6	Nido Home Finance Limited	13.99%	8,281.92	3.48%	186.27	0.03%	(2.06)	(7.76)%	184.20
7	Edelweiss Investment Adviser Limited	(0.12)%	(69.96)	10.01%	536.43	0.00%	0.06	(22.61)%	536.48
8	ECap Equities Limited	25.30%	14,975.81	104.06%	5,575.51	0.00%	(0.36)	(234.92)%	5,575.15
9	Edel Investments Limited	6.04%	3,576.48	0.38%	20.62	0.01%	(0.89)	(0.83)%	19.72
10	Edelweiss Rural & Corporate Services Limited	10.30%	6,093.94	(16.99)%	(910.42)	(0.11)%	8.19	38.02%	(902.23)
11	Comtrade Commodities Services Limited	0.05%	26.90	(0.12)%	(6.38)	0.00%	0.05	0.27%	(6.33)
12	Edel Finance Company Limited	43.93%	25,996.55	(0.60)%	(32.40)	0.00%	0.07	1.36%	(32.33)
13	Edelweiss Retail Finance Limited	8.67%	5,132.62	1.70%	91.03	6.07%	(469.44)	15.95%	(378.41)
14	Edelweiss Multi Strategy Fund Advisors LLP	0.01%	7.85	0.00%	(0.06)	0.00%	0.00	0.00%	(0.06)
15	Zuno General Insurance Limited	5.47%	3,239.02	(8.96)%	(479.94)	(0.90)%	69.48	17.30%	(410.46)
16	Edelweiss Securities and Investments Private Limited	3.83%	2,268.19	(11.73)%	(628.35)	0.00%	(0.04)	26.48%	(628.40)
17	EAAA India Alternatives Limited (Formerly Edelweiss Alternative Asset Advisors Limited)	12.92%	7,646.12	34.75%	1,861.98	(0.02)%	1.27	(78.51)%	1,863.25
18	Edelgive Foundation	0.25%	147.16	(0.02)%	(1.16)	0.00%	0.15	0.04%	(1.00)
19	Edelweiss Private Equity Tech Fund	0.62%	367.60	(2.77)%	(148.66)	-	-	6.26%	(148.66)
20	Edelweiss Value and Growth Fund	1.76%	1,039.86	6.75%	361.50	-	-	(15.23)%	361.50
21	Edelweiss Asset Reconstruction Company Limited	59.73%	35,348.79	71.86%	3,850.60	0.04%	(2.83)	(162.13)%	3,847.77
22	Edelweiss Life Insurance Company Limited (formerly known as Edelweiss Tokio Life Insurance Company Limited)	15.78%	9,341.70	(23.76)%	(1,272.85)	(24.96)%	1,929.47	(27.67)%	656.62
23	Allium Corporate Services Private Limited (formerly Allium Finance Private Limited)	0.97%	575.07	1.12%	60.08	-	0.04	(2.53)%	60.11
24	Nuvama Custodial Services Limited	1.45%	860.08	4.09%	219.40	0.01%	(0.78)	(9.21)%	218.63
25	EAAA Real Assets Managers Limited (formerly Edelweiss Real Assets Managers Limited)	0.26%	154.77	0.38%	20.26	0.00%	(0.14)	(0.85)%	20.12
26	Sekura India Management Limited	0.09%	52.31	0.21%	11.07	0.01%	(1.09)	(0.42)%	9.97
27	Edelweiss Global Wealth Management Limited	7.64%	4,518.99	(0.48)%	(25.63)	0.00%	0.02	1.08%	(25.61)

57. Additional Information, as required under Schedule III to the Companies Act, 2013, of enterprises consolidated as Subsidiary (Continued)

FY 2024-25

Sr. No.	Name of the Entity	Net Assets i.e. Total Assets minus Total Liabilities		Share in Profit or Loss		Share in Other Comprehensive Income		Share in Total Comprehensive Income	
		As % of consolidated net assets	Amount (₹ in Millions)	As % of consolidated profit or loss	Amount (₹ in Millions)	As % of consolidated other comprehensive Income	Amount (₹ in Millions)	As % of consolidated total comprehensive Income	Amount (₹ in Millions)
	Foreign								
1	EC International Limited	-	-	(0.01)%	(0.44)	0.00%	0.03	0.02%	(0.41)
2	EAAA Pte. Limited (Formerly known as Edelweiss Alternative Asset Advisors Pte. Limited)	6.89%	4,080.35	7.54%	403.93	(0.87)%	67.03	(19.85)%	470.97
3	Edelweiss International (Singapore) Pte. Limited	2.44%	1,443.07	0.37%	19.75	0.40%	(31.27)	0.49%	(11.53)
	Controlled Trusts								
1	EARC TRUST - SC 130	0.00%	(0.05)	0.00%	0.01	-	-	0.00%	0.01
2	EARC SAF - 2 TRUST	0.00%	0.34	0.00%	(0.03)	-	-	0.00%	(0.03)
3	EARC TRUST SC 238	0.00%	(1.48)	(0.03)%	(1.48)	-	-	0.06%	(1.48)
4	EARC TRUST SC 266	-	-	0.00%	(0.02)	-	-	0.00%	(0.02)
5	EARC TRUST SC 306	-	-	0.00%	(0.12)	-	-	0.01%	(0.12)
6	EARC TRUST SC 332	0.00%	0.00	(0.01)%	(0.35)	-	-	0.01%	(0.35)
7	EARC TRUST SC 334	0.00%	0.48	0.00%	(0.02)	-	-	0.00%	(0.02)
8	EARC TRUST SC 344	0.00%	0.24	0.00%	(0.11)	-	-	0.00%	(0.11)
9	EARC TRUST SC 347	0.00%	0.31	0.00%	(0.08)	-	-	0.00%	(0.08)
10	EARC TRUST SC 351	0.00%	0.00	(0.01)%	(0.79)	-	-	0.03%	(0.79)
11	EARC TRUST SC 352	0.00%	0.06	0.00%	(0.22)	-	-	0.01%	(0.22)
12	EARC TRUST SC 357	0.00%	0.00	0.00%	(0.17)	-	-	0.01%	(0.17)
13	EARC TRUST SC 360	0.00%	0.00	(0.02)%	(0.89)	-	-	0.04%	(0.89)
14	EARC TRUST SC 363	0.00%	(0.03)	0.00%	(0.14)	-	-	0.01%	(0.14)
15	EARC TRUST SC 370	0.00%	0.43	0.00%	0.26	-	-	(0.01)%	0.26
16	EARC TRUST SC - 102	0.00%	(0.43)	(0.01)%	(0.62)	-	-	0.03%	(0.62)
17	EARC TRUST SC - 112	(0.01)%	(5.32)	(0.06)%	(3.42)	-	-	0.14%	(3.42)
18	EARC TRUST SC 245	0.00%	1.74	0.02%	1.34	-	-	(0.06)%	1.34
19	EARC TRUST SC 308	0.00%	(1.02)	(0.02)%	(0.95)	-	-	0.04%	(0.95)
20	EARC TRUST SC 314	0.00%	(1.58)	(0.02)%	(1.33)	-	-	0.06%	(1.33)
21	EARC Trust SC 386	0.00%	0.51	(0.11)%	(5.99)	-	-	0.25%	(5.99)
22	EARC TRUST SC 348	0.00%	0.56	0.01%	0.54	-	-	(0.02)%	0.54
23	EARC Trust SC 381	(0.02)%	(9.98)	(0.11)%	(5.71)	-	-	0.24%	(5.71)
24	EARC Trust SC 383	0.00%	(0.29)	0.00%	(0.01)	-	-	0.00%	(0.01)
25	EARC Trust SC 395	0.00%	0.00	0.00%	0.11	-	-	0.00%	0.11
26	EARC Trust SC 380	0.00%	0.01	0.00%	(0.04)	-	-	0.00%	(0.04)
27	EARC Trust SC 387	(0.01)%	(8.33)	(0.18)%	(9.71)	-	-	0.41%	(9.71)
28	EARC Trust SC 388	0.00%	0.00	(0.02)%	(0.93)	-	-	0.04%	(0.93)
29	EARC Trust SC 375	0.00%	0.37	0.00%	(0.18)	-	-	0.01%	(0.18)
30	EARC Trust SC 402	0.00%	1.52	0.00%	0.01	-	-	0.00%	0.01
31	EARC Trust SC 376	0.00%	1.74	0.00%	(0.05)	-	-	0.00%	(0.05)
32	EARC Trust SC 396	0.00%	0.84	0.00%	0.27	-	-	(0.01)%	0.27
33	EARC Trust SC 410	0.00%	0.15	(0.01)%	(0.41)	-	-	0.02%	(0.41)
34	EARC Trust SC 405	0.00%	0.20	0.00%	0.26	-	-	(0.01)%	0.26
35	EARC Trust SC 428	0.00%	0.83	0.01%	0.41	-	-	(0.02)%	0.41
36	EARC Trust SC 429	0.00%	0.00	(0.01)%	(0.64)	-	-	0.03%	(0.64)
37	EARC Trust SC 412	0.00%	0.09	0.00%	0.07	-	-	0.00%	0.07

57. Additional Information, as required under Schedule III to the Companies Act, 2013, of enterprises consolidated as Subsidiary (Continued)

FY 2024-25

Sr. No.	Name of the Entity	Net Assets i.e. Total Assets minus Total Liabilities		Share in Profit or Loss		Share in Other Comprehensive Income		Share in Total Comprehensive Income	
		As % of consolidated net assets	Amount (₹ in Millions)	As % of consolidated profit or loss	Amount (₹ in Millions)	As % of consolidated other comprehensive Income	Amount (₹ in Millions)	As % of consolidated total comprehensive Income	Amount (₹ in Millions)
38	EARC Trust SC 415	0.00%	0.27	0.00%	0.01	-	-	0.00%	0.01
39	EARC Trust SC 430	0.00%	0.30	0.00%	0.23	-	-	(0.01)%	0.23
40	EARC Trust SC 434	0.00%	(1.07)	(0.11)%	(6.01)	-	-	0.25%	(6.01)
41	EARC Trust SC 431	0.00%	0.00	(0.01)%	(0.42)	-	-	0.02%	(0.42)
42	EARC TRUST SC 227	0.00%	0.00	0.00%	(0.05)	-	-	0.00%	(0.05)
43	EARC TRUST SC 228	0.00%	0.00	(0.01)%	(0.48)	-	-	0.02%	(0.48)
44	EARC TRUST SC 436	0.00%	0.47	0.01%	0.43	-	-	(0.02)%	0.43
45	EARC TRUST SC 421	0.00%	0.04	0.00%	(0.01)	-	-	0.00%	(0.01)
46	EARC TRUST SC 422	0.00%	(0.30)	(0.01)%	(0.56)	-	-	0.02%	(0.56)
47	EARC TRUST SC 423	0.00%	(0.07)	0.00%	0.00	-	-	0.00%	0.00
48	EARC TRUST SC 424	0.00%	(0.17)	(0.10)%	(5.56)	-	-	0.23%	(5.56)
49	EARC TRUST SC 425	0.00%	(0.43)	(0.01)%	(0.41)	-	-	0.02%	(0.41)
50	EARC TRUST SC 448	0.00%	0.04	(0.01)%	(0.37)	-	-	0.02%	(0.37)
51	EARC TRUST SC 449	0.00%	0.12	0.00%	(0.07)	-	-	0.00%	(0.07)
52	EARC TRUST SC 443	0.00%	(0.01)	0.00%	0.01	-	-	0.00%	0.01
53	EARC TRUST SC 477	0.00%	(0.05)	(0.01)%	(0.58)	-	-	0.02%	(0.58)
54	EARC TRUST SC 481	0.00%	(0.38)	(0.01)%	(0.56)	-	-	0.02%	(0.56)
55	EARC TRUST SC 482	0.00%	0.08	(0.02)%	(0.88)	-	-	0.04%	(0.88)
56	EARC TRUST SC 442	0.00%	0.38	0.02%	0.86	-	-	(0.04)%	0.86
57	EARC TRUST SC 483	0.00%	(1.01)	(0.04)%	(2.14)	-	-	0.09%	(2.14)
58	EARC TRUST SC 484	0.00%	0.09	0.00%	(0.08)	-	-	0.00%	(0.08)
59	EARC TRUST SC 325	0.00%	1.79	0.00%	0.01	-	-	0.00%	0.01
60	EARC TRUST SC 492	0.00%	(0.10)	0.00%	0.02	-	-	0.00%	0.02
61	EARC Trust SC 427	0.00%	0.00	0.00%	0.04	-	-	0.00%	0.04
62	EARC TRUST SC 251	0.00%	0.31	(0.03)%	(1.85)	-	-	0.08%	(1.85)
63	EARC Trust SC 385	(0.01)%	(8.80)	(0.14)%	(7.43)	-	-	0.31%	(7.43)
64	EARC Trust SC 373	0.00%	(0.02)	0.00%	(0.05)	-	-	0.00%	(0.05)
65	EARC Trust SC 374	0.00%	0.06	0.00%	0.06	-	-	0.00%	0.06
66	EARC Trust SC 401	(0.05)%	(28.08)	(0.55)%	(29.56)	-	-	1.25%	(29.56)
67	EARC Trust SC 416	0.00%	0.08	(0.01)%	(0.80)	-	-	0.03%	(0.80)
68	EARC Trust SC 378	0.00%	0.01	0.00%	0.03	-	-	0.00%	0.03
69	EARC Trust SC 417	0.00%	(0.51)	(0.01)%	(0.75)	-	-	0.03%	(0.75)
70	EARC TRUST SC 461	0.03%	16.24	(0.02)%	(1.10)	-	-	0.05%	(1.10)
71	EARC Trust SC 418	(0.01)%	(7.26)	0.07%	3.98	-	-	(0.17)%	3.98
72	EARC TRUST SC 447	(0.03)%	(17.17)	0.35%	18.58	-	-	(0.78)%	18.58
73	EARC TRUST SC 452	(0.05)%	(28.16)	(0.67)%	(35.90)	-	-	1.51%	(35.90)
74	EARC TRUST SC 451	(0.02)%	(10.29)	0.19%	10.19	-	-	(0.43)%	10.19
75	EARC TRUST SC 459	0.00%	(1.06)	0.01%	0.66	-	-	(0.03)%	0.66
76	EARC Trust SC 384	0.05%	29.79	0.07%	3.68	-	-	(0.15)%	3.68
77	EARC Trust SC 391	0.00%	1.90	(0.02)%	(0.83)	-	-	0.03%	(0.83)
78	EARC Trust SC 406	0.00%	1.27	(0.03)%	(1.59)	-	-	0.07%	(1.59)

57. Additional Information, as required under Schedule III to the Companies Act, 2013, of enterprises consolidated as Subsidiary (Continued)

FY 2024-25

Sr. No.	Name of the Entity	Net Assets i.e. Total Assets minus Total Liabilities		Share in Profit or Loss		Share in Other Comprehensive Income		Share in Total Comprehensive Income	
		As % of consolidated net assets	Amount (₹ in Millions)	As % of consolidated profit or loss	Amount (₹ in Millions)	As % of consolidated other comprehensive Income	Amount (₹ in Millions)	As % of consolidated total comprehensive Income	Amount (₹ in Millions)
79	EARC TRUST - SC 6	0.00%	(0.33)	0.00	(0.22)	-	-	0.00	(0.22)
80	EARC TRUST - SC 9	0.00	36.04	0.04%	2.33	-	-	(0.10)%	2.33
81	EARC TRUST SC 229	(0.01)%	(6.12)	0.03%	1.67	-	-	(0.07)%	1.67
82	EARC TRUST SC 361	0.00%	0.29	0.05%	2.43	-	-	(0.10)%	2.43
83	EARC Trust SC 372	0.00%	(0.46)	0.00%	(0.16)	-	-	0.01%	(0.16)
84	EARC Trust SC 393	0.00%	(0.74)	(0.01)%	(0.72)	-	-	0.03%	(0.72)
85	EARC TRUST SC 433	(0.01)%	(3.36)	(0.06)%	(3.10)	-	-	0.13%	(3.10)
86	EARC Trust SC 377	0.00%	0.03	0.00%	0.00	-	-	0.00%	0.00
87	EARC TRUST SC 444	0.00%	1.09	(0.02)%	(1.28)	-	-	0.05%	(1.28)
88	EARC TRUST SC 462	(0.06)%	(37.51)	(0.29)%	(15.75)	-	-	0.66%	(15.75)
89	EARC Trust SC 394	0.02%	10.87	0.01%	0.63	-	-	(0.03)%	0.63
90	EARC Trust SC 397	0.00%	0.80	(0.01)%	(0.58)	-	-	0.02%	(0.58)
91	EARC TRUST SC 445	(0.25)%	(145.52)	(1.65)%	(88.35)	-	-	3.72%	(88.35)
92	EARC TRUST SC 453	0.19%	109.93	1.10%	59.20	-	-	(2.49)%	59.20
93	EARC TRUST SC 486	0.10%	59.73	(0.80)%	(42.79)	-	-	1.80%	(42.79)
94	EARC TRUST SC 329	(0.05)%	(28.56)	(0.08)%	(4.24)	-	-	0.18%	(4.24)
95	EARC TRUST SC 331	(0.06)%	(36.36)	(0.29)%	(15.34)	-	-	0.65%	(15.34)
96	EARC TRUST SC 263	0.00%	1.55	0.03%	1.80	-	-	(0.08)%	1.80
97	EARC Trust SC 392	0.00%	0.25	(0.05)%	(2.61)	-	-	0.11%	(2.61)
98	EARC TRUST SC 298	0.02%	11.04	(0.13)%	(6.99)	-	-	0.29%	(6.99)
99	EARC Trust SC 413	(0.01)%	(7.39)	(0.07)%	(3.63)	-	-	0.15%	(3.63)
100	EARC TRUST SC 464	0.07%	42.50	1.25%	66.91	-	-	(2.82)%	66.91
101	EARC TRUST SC 488	0.00%	0.00	0.02%	1.30	-	-	(0.05)%	1.30
102	EARC TRUST SC 489	0.00%	0.86	0.00%	(0.06)	-	-	0.00%	(0.06)
103	EARC TRUST SC 455	0.07%	38.55	2.25%	120.68	-	-	(5.09)%	120.68
104	EARC TRUST SC 470	0.01%	4.08	0.10%	5.52	-	-	(0.23)%	5.52
105	EARC TRUST SC 456	(0.01)%	(4.46)	(0.08)%	(4.38)	-	-	0.18%	(4.38)
106	EARC TRUST SC 493	0.00%	(0.28)	0.00%	0.24	-	-	(0.01)%	0.24
107	EARC TRUST SC 457	0.00%	(0.20)	0.00%	(0.19)	-	-	0.01%	(0.19)
108	EARC TRUST SC 468	0.00%	(0.20)	0.00%	(0.19)	-	-	0.01%	(0.19)
109	EARC TRUST SC 494	0.00%	(0.05)	0.00%	(0.04)	-	-	0.00%	(0.04)
110	EARC TRUST SC 469	0.00%	(0.07)	0.00%	(0.05)	-	-	0.00%	(0.05)
	Non-Controlling Interests	25.23%	14,934.40	25.57%	1,369.90	(5.54)%	428.14	(75.76)%	1,798.04
	Adjustments arising out of consolidation	(290.86)%	(1,72,157.05)	(91.24)%	(4,888.96)	(53.00)%	4,099.79	33.28%	(789.13)
	Total	**100.00%**	**59,181.71**	**100.00%**	**5,358.20**	**100.00%**	**(7,731.39)**	**100.00%**	**(2,373.19)**

0.00 indicates amount less than ₹ 0.01 million

58. Key disclosures related to life insurance business (Edelweiss Life Insurance Company Limited (ELI))

a Life insurance and Investment Contract Liability

Particulars	31 March 2025				31 March 2024			
	With DPF	**Linked Business**	**Others**	**Total gross liabilities**	With DPF	Linked Business	Others	Total gross liabilities
Insurance Contract Liability								
Life	23,264.95	20,299.31	47,998.77	**91,563.03**	18,498.75	19,819.64	40,115.21	78,433.60
Health	-	-	80.43	**80.43**	-	-	75.34	75.34
Annuity	-	-	909.94	**909.94**	-	-	757.05	757.05
Pension	1,169.27	301.07	-	**1,470.34**	1,279.05	315.81	-	1,594.86
Total	**24,434.22**	**20,600.38**	**48,989.14**	**94,023.74**	19,777.80	20,135.45	40,947.60	80,860.85
Investment Contract Liability								
Life	-	1,133.35	110.03	**1,243.38**	-	1,052.72	111.71	1,164.43
Health	-	-	-	**-**	-	-	-	-
Annuity	-	-	-	**-**	-	-	-	-
Pension	-	-	-	**-**	-	-	-	-
Total	**-**	**1,133.35**	**110.03**	**1,243.38**	-	1,052.72	111.71	1,164.43

b Movement of life insurance contract liabilities

Particulars	31 March 2025				31 March 2024			
	With DPF	**Linked Business**	**Others**	**Total**	With DPF	Linked Business	Others	Total
Gross Liability at the beginning of the year	**19,777.80**	**20,135.45**	**40,947.60**	**80,860.85**	14,776.65	16,666.24	33,114.06	64,556.95
Add/(Less)								
Premium	6,599.95	3,742.19	10,520.41	**20,862.55**	5,864.69	3,641.06	9,752.85	19,258.60
Unwinding of the discount / Interest credited	1,897.71	1,582.22	2,682.28	**6,162.21**	2,128.33	5,159.53	2,524.89	9,812.75
Changes in valuation for expected future benefits	(2,763.24)	(586.35)	(4,868.65)	**(8,218.24)**	(2,445.35)	(516.21)	(3,933.99)	(6,895.55)
Insurance liabilities released	(1,170.83)	(4,250.64)	(276.41)	**(5,697.88)**	(612.85)	(4,750.88)	(398.50)	(5,762.23)
Undistributed Participating Policyholders surplus (UPPS)	94.74	-	-	**94.74**	74.08	-	-	74.08
Change in other Liabilities	(1.90)	(22.50)	(16.08)	**(40.48)**	(7.75)	(64.29)	(111.71)	(183.75)
Gross Liability at the end of the year	**24,434.23**	**20,600.37**	**48,989.15**	**94,023.75**	19,777.80	20,135.45	40,947.60	80,860.85

58. Key disclosures related to life insurance business (Edelweiss Life Insurance Company Limited (ELI)) (Continued)

c. Investment contract liabilities without DPF are stated at fair value.

The investment contracts measured at fair value are mainly unit linked in structure and the fair value of the liability is equal to the unit reserve plus additional non-unit reserves, if required, on a fair value basis. These contracts are classified as Level 1 in the fair value hierarchy when the unit reserve is calculated as the publicly quoted unit price multiplied by the number of units in issue and any non-unit reserve is insignificant. Where the unit price is not publicly-available these contracts are classified as Level 2 in the fair value hierarchy provided the additional non-unit reserve is an insignificant input to the valuation. Where the non-unit reserve is a significant input in the valuation, the contracts are classified at Level 3 in the fair value hierarchy. The Company takes credit risk into account in assessing the fair value of the liabilities.

Investment contract liabilities without DPF are further analysed as follows:

Particulars	31 March 2025			31 March 2024		
	Linked Business	**Others**	**Total**	Linked Business	Others	Total
At the beginning of the year	**1,052.72**	**111.71**	**1,164.43**	997.08	114.53	1,111.61
Additions						
Premium	**64.70**	**2.60**	**67.30**	59.61	2.70	62.31
Interest and Bonus credited to policyholders	**104.34**	**7.75**	**112.09**	164.96	7.82	172.78
Others	**(0.12)**	**(0.33)**	**(0.45)**	0.06	0.10	0.16
Deductions						
Withdrawals / Claims	**(70.90)**	**(11.65)**	**(82.55)**	(152.59)	(13.35)	(165.94)
Fee Income and Other Expenses	**(17.40)**	**(0.05)**	**(17.45)**	(16.40)	(0.09)	(16.49)
At the end of the year	**1,133.34**	**110.03**	**1,243.37**	1,052.72	111.71	1,164.43

Change in insurance contract liabilities

Particulars	31 March 2025				31 March 2024			
	With DPF	**Linked Business**	**Others**	**Total**	With DPF	Linked Business	Others	Total
a) Policy Liabilities (Gross)	**4,656.43**	**464.92**	**8,041.55**	**13,162.90**	5,001.15	3,469.21	7,833.53	16,303.89
b) Amount ceded in reinsurance	**2.88**	**(3.20)**	**(637.23)**	**(637.55)**	-	(0.01)	(260.29)	(260.30)
Net change in insurance contract liabilities	**4,659.31**	**461.72**	**7,404.32**	**12,525.35**	5,001.15	3,469.20	7,573.24	16,043.59

Change in Reinsurance assets

Particulars	**31 March 2025**	31 March 2024
Opening Reinsurance Assets	**3,273.99**	3,013.36
Premium	**390.57**	380.60
Unwinding of the Discount/Interest Credited	**189.67**	206.53
Change in Valuation for expected future benefits	**(624.35)**	(605.96)
Insurance Liabilities released	**681.66**	279.46
Closing Reinsurance Assets	**3,911.54**	3,273.99

At 31 March 2025, the ELI conducted an impairment review of the reinsurance assets and there is no impairment loss for the year.

58. Key disclosures related to life insurance business (Edelweiss Life Insurance Company Limited (ELI)) (Continued)

d. Key Assumptions

Liabilities for life insurance policies are determined by the Appointed Actuary in accordance with the IRDAI regulations and relevant actuarial practice standards & guidance notes issued by the Institute of Actuaries of India. For Unit Linked (UL) business, separate unit and non-unit reserve is maintained. The unit reserve is the current value of the assets underlying the unit funds and the non-unit reserve is kept to meet the liabilities due to the cost of insurance, expenses, commissions etc. in excess of future charges. For discontinued policies under UL products the fund is transferred to a separate discontinuance fund as per IRDAI regulations and the same has been kept as reserves. Further, for the discontinuance polices, the non-unit reserves are also kept.

The reserves/ liabilities under non-linked business is calculated using a prospective gross premium method of valuation. The reserves are established having regard to the assumptions as to future experience, including the interest rate that will be earned on premiums not yet received and future bonus rates for participating business. Assumptions as to the future bonus rates are set to be consistent with the interest rate assumptions. For participating policies, the valuation interest rate used is 6.00% (no change from last year). For non-par policies, the valuation interest rate ranges between 5.58% - 7.07% (PY 5.58% - 7.07%) for the first 5 years and 4.00% - 6.28% (PY 4.00% - 6.28%) thereafter (for annuity, 2% assumed for year greater than 50 years).

The lapse assumptions are based on various factors namely the actual experience, credibility of the experience, pricing assumptions, trend from actual experience and consistency from past year's assumptions. For lapsed policies, revival reserves are maintained (till the policies are within the revival year) assuming a probability of revival at 10% for non-par policies and 15% for par policies will be revived.

Mortality assumptions are set with reference to the published IALM (2012-2014) Ultimate Mortality Table. The mortality assumptions are based on various factors namely the actual experience, credibility of the experience, pricing assumptions, trend from actual experience and consistency from past year's assumptions. For annuity product, mortality rates are set with reference to the IIAM 12-15 - Indian Individual Annuitant Mortality Table (2012-15). Assumptions for morbidity and incidence of accidental death are based on terms available from reinsurers and the standard morbidity rate table CIBT 93 (Critical Illness Base Table for year 93).

Assumptions for future expenses are considered as per the file & use assumptions (which are derived from long term business plan of the Company) or similar existing product assumptions and these expenses escalated each year by 5.00% p.a. (previous year 5.00%) to allow for inflation. An additional reserve has been included to allow for the contingency of closure to new business and to cover maintenance expense overrun.

Commission has been allowed for at the rates specified in the products file and use.
Further it has been ensured that for each policy the reserve is sufficient to pay the surrender value.
For participating products, terminal bonuses are provisioned such that the reserves are at least equal to asset share at product level.

The provisions have been made for incurred but not reported death claims (IBNR), free look reserve, unearned premium reserve of the extra premium collected etc.
Freelook Provision- If a policy is in force as of the valuation date and is later cancelled during the free-look period, it may result in a strain on the policyholder fund. This strain arises when the amount payable upon cancellation exceeds the reserves held for that policy. To mitigate potential future valuation strain from such cancellations, an additional reserve is maintained. The free-look reserve is determined by calculating the total strain across all policies eligible for free-look cancellations at the valuation date and applying a factor that reflects expected assumptions for free-look cancellations. Free look assumption has been set based on the actual cancellation experience observed by the company for all lines of business, trend of the experience in the last few years and consistency of the rate in comparison to the past year. The assumption of free look rate is set at 6% this year (the assumption has been changed to 6% from 4% last year).

For riders, both unearned premium and gross premium reserves are calculated and the higher of these two is held as reserve. For OYRGTL plan (One Year Renewable Group Term Life), the Unearned Premium Reserve is calculated as premium for the unexpired duration. In addition, the premium deficiency reserve and IBNR is also kept for OYRGTL.

Portfolio assumptions impacting net liabilities	**Range**	**31 March 2025**	31 March 2024
Mortality rates (as a % of Indian Assured Lives Mortality (2006-08))**	Max	227% (Without MAD)*	227% (Without MAD)*
	Min	32% (Without MAD)	30% (Without MAD)
Discount/ interest rates***	Max	8% (Without MAD)	8% (Without MAD)
	Min	7.25% (Without MAD)	7.25% (Without MAD)
Expense****	Max	11,314 (INFL @5%) (without MAD) 22 (INFL @ 5%) (without MAD) for micro Insurance plan	10,775 (INFL @5%) (without MAD) 21 (INFL @ 5%) (without MAD) for micro Insurance plan
	Min	335 (INFL @ 5%) (without MAD) 13 (INFL @ 5%) (without MAD) for micro Insurance plan	319 (INFL @ 5%) (without MAD) 13 (INFL @ 5%) (without MAD) for micro Insurance plan
MAD*		Mortality: Mortality: 15%	Mortality: Mortality: 15%;
		Interest: 72.5 - 575	Interest: 72.5 - 575 bps
		Expenses: 10%	Expenses: 10%

* Margin for Adverse Deviation (MAD) is over and above the base rate mentioned above.
** Mortality rates (excluding annuity products) are expressed as % of Indian Assured Lives Mortality (2012-14) and for annuity it is expressed as % of IIAM 12-15 - Indian Individual Annuitant Mortality Table (2012-15). Further in Annuity plans, Mortality improvement of 1% per annum till attained age of 64 and 0.5% per annum thereafter has been assumed from the current rates.
*** Under Unit linked, for unit growth rate (i.e. Investment return) weighted average growth rate of various unit funds is used.
**** The value of future expenses has been derived to allow for all the future maintenance expenses as applicable namely fixed per policy, renewal premium (0%-2%)/ commission (0%-25%) related, fund (0%-0.25%) related etc. The limits for fixed per policy expenses are as mentioned above in the table.

58. Key disclosures related to life insurance business (Edelweiss Life Insurance Company Limited (ELI)) (Continued)

e. Sensitivity Analysis

The following analysis is performed for reasonably possible movements in key assumptions with all other assumptions held constant, showing the impact on gross liabilities.

The correlation of assumptions will have a significant effect in determining the ultimate claims liabilities, but to demonstrate the impact due to changes in assumptions, assumptions had to be changed on an individual basis. It should be noted that movements in these assumptions are non–linear. The method used for deriving sensitivity information and significant assumptions made did not change from the previous year. The sensitivities are same as shared with Regulators during annual reporting.

For Year Ended 31 March 2025

	Gross Liability				
Sensitivity Parameters	**Insurance Contracts**			**Investment Contracts**	
	With DPF	**Linked**	**Others**	**Linked**	**Others**
Mortality increased by 10%	24,455.18	20,604.02	50,455.87	1,133.35	110.05
Mortality decreased by 10%	24,419.04	20,598.57	47,524.02	1,133.35	110.00
Lapses increased by 10%	24,421.27	20,600.03	48,561.16	1,133.35	110.02
Lapses decreased by 10%	24,476.49	20,600.77	49,441.35	1,133.35	110.03
Expenses increased by 10%	24,457.52	20,601.05	49,166.47	1,133.35	110.03
Expenses decreased by 10%	24,418.68	20,599.86	48,806.56	1,133.35	110.02
Interest Rate increased by 100 bps	22,704.68	20,599.57	41,068.88	1,133.35	110.02
Interest Rate decreased by 100 bps	26,525.92	20,601.60	59,969.58	1,133.35	110.03
Inflation Rate increased by 100 bps	24,446.55	20,601.00	49,141.73	1,133.35	110.03
Inflation Rate decreased by 100 bps	24,423.49	20,600.09	48,842.83	1,133.35	110.03

For Year Ended 31 March 2024

	Gross Liability				
Sensitivity Parameters	**Insurance Contracts**			**Investment Contracts**	
	With DPF	**Linked**	**Others**	**Linked**	**Others**
Mortality increased by 10%	19,864.86	20,137.48	42,291.19	1,052.74	111.73
Mortality decreased by 10%	19,767.65	20,134.02	39,596.20	1,052.71	111.69
Lapses increased by 10%	19,770.80	20,135.18	40,519.04	1,052.72	111.71
Lapses decreased by 10%	19,909.75	20,135.75	41,401.57	1,052.73	111.71
Expenses increased by 10%	19,845.72	20,135.94	41,112.24	1,052.73	111.71
Expenses decreased by 10%	19,767.44	20,135.06	40,782.21	1,052.71	111.70
Interest Rate increased by 100 bps	18,137.48	20,134.76	33,705.86	1,052.71	111.70
Interest Rate decreased by 100 bps	21,798.21	20,136.47	50,842.84	1,052.73	111.71
Inflation Rate increased by 100 bps	19,840.79	20,135.96	41,111.44	1,052.72	111.71
Inflation Rate decreased by 100 bps	19,771.52	20,135.19	40,799.71	1,052.72	111.70

Gross premiums on insurance contracts and investment contracts with DPF

	31 March 2025	31 March 2024
Particulars		
Life Insurance	20,863.22	19,259.37
Total Gross Premiums	**20,863.22**	19,259.37

Premiums ceded to reinsurers on insurance contracts and investment contracts with DPF	**31 March 2025**	31 March 2024
Particulars		
Life Insurance	(390.57)	(380.60)
Total premiums ceded to reinsurers	**(390.57)**	(380.60)
Net premium	**20,472.65**	18,878.77

Net benefits and claims	**31 March 2025**	31 March 2024
Particulars		
a. Gross benefits and claims paid		
Life insurance contracts	8,837.22	7,242.35
Investment contracts with DPF	-	-
Total gross benefits and claims paid	**8,837.22**	7,242.35
b. Claims ceded to reinsurers		
Life insurance contracts	(386.46)	(326.54)
Investment contracts with DPF	-	-
Total claims ceded to reinsurers	(386.46)	(326.54)
Net benefits and claims	**8,450.76**	6,915.81

59. Key disclosures related to General Insurance business (Zuno General Insurance Limited (ZGIL)

Contract Liability for General Insurance business

Premium earned

Gross Premium on insurance contracts

Particular	**31 March 2025**	31 March 2024
Gross written Premium	10,121.91	8,509.70
Change in reserve for unexpired risks	(822.60)	(2,356.27)
Gross Earned Premium (a)	**9,299.31**	**6,153.43**

Premium ceded to reinsurers on insurance contracts

Particular	**31 March 2025**	31 March 2024
Premium on reinsurance ceded	3,926.29	3,263.24
Change in reserve for unexpired risks	(451.95)	(1,152.06)
Premium ceded to reinsurers (b)	**3,474.34**	**2,111.18**
Total Premium Earned (net) (a - b)	**5,824.97**	**4,042.25**

Change in actuarial liability

Particular	**31 March 2025**	31 March 2024
Gross Claim Paid	5,135.03	3,073.47
Claims Ceded to reinsurer on Gross Claims Paid	(1,118.98)	(613.08)
Net Claims Paid	**4,016.05**	**2,460.39**
Change in Gross Claims Outstanding	679.63	826.09
Change in Cededing to reinsurer on Gross Claims Outstanding	(307.28)	(549.59)
Net Claims Outstanding	**4,388.40**	**2,736.89**
Change in Gross IBNR	1,025.74	1,009.27
Change in Cededing to reinsurer on Gross IBNR	(713.84)	(405.45)
Net IBNR	**311.90**	**603.82**
Change in Gross Premium deficiency Reserve	-	-
Change in Cededing to reinsurer on Premium deficiency Reserve	-	-
Net Premium deficiency Reserve	-	-
Change in actuarial liability	**311.90**	**603.82**

Reinsurance asset

Particular	**31 March 2025**	31 March 2024
Reinsurance on Insurance Contract	6,138.49	3,930.66
Gross Insurance contract liabilities	12,455.59	9,926.31
Reinsurance asset relating to Insurance contracts	(5,610.85)	(4,137.79)
Net Insurance contract liabilities	**6,844.74**	**5,788.52**

Gross Insurance contract liabilities	**31 March 2025**	31 March 2024
Gross Claims Outstanding	2,208.64	1,527.72
Gross IBNR	4,409.57	3,383.83
Gross Premium deficiency Reserve	-	-
Gross Reserve for unexpired risks	5,837.37	5,014.77
Gross Insurance contract liabilities	**12,455.58**	**9,926.32**

Reinsurance asset relating to Insurance contracts	**31 March 2025**	31 March 2024
Reinsurance of Claims Outstanding	1,067.66	760.38
Reinsurance of IBNR	1,915.69	1,201.85
Reinsurance of Premium deficiency Reserve	-	-
Reinsurance of Reserve for unexpired risks	2,627.50	2,175.55
Reinsurance of Insurance contract liabilities	**5,610.85**	**4,137.78**

59. Key disclosures related to General Insurance business (Zuno General Insurance Limited (ZGIL)) (Continued)

Net Insurance contract liabilities	**31 March 2025**	31 March 2024
Net Claims Outstanding	1,140.98	767.33
Net IBNR	2,493.88	2,181.98
Net Premium deficiency Reserve	-	-
Net Reserve for unexpired risks	3,209.87	2,839.22
Net Insurance contract liabilities	**6,844.73**	**5,788.53**

Reconciliation of Claims Outstanding	**31 March 2025**	31 March 2024
Gross Claims Outstanding at the beginning of year	1,527.72	701.63
Gross Change in claims reserve	680.93	826.09
Gross Claims Outstanding at the end of year	**2,208.65**	**1,527.72**
Reinsurance of Claims Outstanding at the beginning of year	760.38	210.79
Reinsurance of Change in claims reserve	307.28	549.59
Reinsurance of Claims Outstanding at the end of year	**1,067.66**	**760.38**
Net Claims Outstanding at the beginning of year	767.33	490.83
Net Change in claims reserve	373.65	276.50
Net Claims Outstanding at the end of year	**1,140.98**	**767.33**

Reconciliation of Incurred but not reported (IBNR)	**31 March 2025**	31 March 2024
Gross IBNR Outstanding at the beginning of year	3,383.83	2,374.56
Gross Change in IBNR reserve	1,025.74	1,009.27
Gross IBNR Outstanding at the end of year	**4,409.57**	**3,383.83**
Reinsurance of IBNR Outstanding at the beginning of year	1,201.85	796.40
Reinsurance of Change in IBNR reserve	713.84	405.45
Reinsurance of IBNR Outstanding at the end of year	**1,915.69**	**1,201.85**
Net IBNR Outstanding at the beginning of year	2,181.98	1,578.16
Net Change in IBNR reserve	311.90	603.82
Net IBNR Outstanding at the end of year	**2,493.88**	**2,181.98**

Reconciliation of Premium deficiency Reserve	**31 March 2025**	31 March 2024
Gross Premium deficiency Reserve Outstanding at the beginning of year	-	1.42
Gross Change in Premium deficiency reserve	-	(1.42)
Gross Premium deficiency Reserve Outstanding at the end of year	**-**	**-**
Reinsurance of Premium deficiency Reserve Outstanding at the beginning of year	-	-
Reinsurance of Change in Premium deficiency reserve	-	-
Reinsurance of Premium deficiency Reserve Outstanding at the end of year	-	-
Net Premium deficiency Reserve Outstanding at the beginning of year	-	1.42
Net Change in Premium deficiency reserve	-	(1.42)
Net Premium deficiency Reserve Outstanding at the end of year	**-**	**-**

Reserve for unexpired risks	**31 March 2025**	31 March 2024
Gross Reserve for unexpired risks Outstanding at the beginning of year	5,014.77	2,658.50
Gross Change in Reserve for unexpired risks reserve	822.60	2,356.27
Gross Reserve for unexpired risks Outstanding at the end of year	**5,837.37**	**5,014.77**
Reinsurance of Reserve for unexpired risks Outstanding at the beginning of year	2,175.55	1,023.49
Reinsurance of Change in Reserve for unexpired risks reserve	451.95	1,152.06
Reinsurance of Reserve for unexpired risks Outstanding at the end of year	**2,627.50**	**2,175.55**
Net Reserve for unexpired risks Outstanding at the beginning of year	2,839.22	1,635.01
Net Change in Reserve for unexpired risks reserve	370.65	1,204.21
Net Reserve for unexpired risks Outstanding at the end of year	**3,209.87**	**2,839.22**

59. Key disclosures related to General Insurance business (Zuno General Insurance Limited (ZGIL)) (Continued)

Geographical concentration:
The ZGIL has its operation only in India.

Sensitivity Analysis to key assumptions
The following analysis is performed for reasonably possible movements in 'Ultimate Loss ratio' with all other assumptions held constant, showing the impact on gross and net liabilities, profit before tax and equity.

The correlation of assumptions will have a significant effect in determining the ultimate claims liabilities, but to demonstrate the impact due to changes in assumptions, assumptions had to be changed on an individual basis. It should be noted that movements in these assumptions are linear. The method used for deriving sensitivity information and significant assumptions made did not change from the previous year.

2024-25	**Change in Assumption**	**Increase / (Decrease) on Gross Liability**	**Increase / (Decrease) on Net Liability**	**Increase / (Decrease) on Profit Before Tax**	**Increase / (Decrease) on Equity**
Ultimate Loss Ratio	**10.00%**	**1,087.59**	**1,651.58**	**1,651.58**	**-**
Ultimate Loss Ratio	**(10.00)%**	**(1,087.59)**	**(1,651.58)**	**(1,651.58)**	**-**

2023-24	Change in Assumption	Increase / (Decrease) on Gross Liability	Increase / (Decrease) on Net Liability	Increase / (Decrease) on Profit Before Tax	Increase / (Decrease) on Equity
Ultimate Loss Ratio	10.00%	879.86	1,155.62	1,155.62	-
Ultimate Loss Ratio	(10.00)%	(879.86)	(1,155.62)	(1,155.62)	-

Other Additional Regulatory Information

60 Details of Benami Property held

The Group does not have any Benami property, where any proceeding has been initiated or pending against the Group for holding any Benami property.

61 Security of current assets against borrowings

The Group has borrowings from banks or financial institutions against security of current assets. Quarterly return and statements filed by the Group with lender banks or financial institutions are in agreement with the books of account of the Group, wherever applicable.

62 Wilful Defaulter

The Group is not declared as wilful defaulter by any bank or financial Institution or other lender.

63 Transactions with Struck off Companies

Name of the struck-off Company	Nature of transactions with struck-off Company	Relationship with the struck-off Company	Balance Outstanding as on 31 March 2025	Balance Outstanding as on 31 March 2024
Aditi Financial Services	Payable	-	-	0.03
Suraj Petroleum	Receivable	-	2.90	2.94
Shri Sham Fisheries	Receivable	-	0.40	0.40
M S Clothing	Receivables	-	-	0.24
S M Enterprises	Receivables	-	-	0.05
Godavari Traders	Receivables	-	-	0.11
Ayuh Meditech Solutions Pvt Ltd	Receivables	-	-	0.07
Sri Sai Simhadri Tyres	Receivables	-	-	0.10
Four Seasons Hotel	Business Promotion	-	1.28	-
M M Enterprise	Repairs & Maintenance	-	0.67	-
Glossy Creations Private Limited	Receivable	-	3.20	-

64 The Group is in compliance with number of layers of companies, as prescribed under clause (87) of section 2 of the Companies Act, 2013 read with the Companies (Restriction on number of Layers) Rules, 2017.

Other Additional Regulatory Information (Continued)

65 Utilisation of Borrowed funds and share premium

A) During the year, the Group 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 :

(i) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company/Group (Ultimate Beneficiaries); or
(ii) provide any guarantee, security, or the like to or on behalf of the Ultimate Beneficiaries

(B) During the year, the Group 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:

(i) 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
(ii) provide any guarantee, security, or the like to or on behalf of the Ultimate Beneficiaries

66 Undisclosed income

The Group does not have any transaction which is not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961).

67 Details of Crypto Currency or Virtual Currency

The Group has not traded or invested in Crypto Currency or Virtual Currency during the financial year.

68 Loans & Advances

There are no loans or advances in the nature of loans which are granted to promoters, directors, KMPs and the related parties (as defined under the Companies Act, 2013), either severally or jointly with any other person that are; (a) repayable on demand or (b) without specifying any terms or period of repayment, except below;

As at 31 March 2025

Type of Borrowers	Amount of loan or advance in the nature of loan outstanding	Aggregate amount of loans / advances in nature of loans given during the year	Percentage to the total Loans and Advances in the nature of loans
Promoters	-	-	-
Directors	-	-	-
KMPs	-	3.00	-

As at 31 March 2024

Type of Borrowers	Amount of loan or advance in the nature of loan outstanding	Aggregate amount of loans/ advances in nature of loans	Percentage to the total Loans and Advances in the nature of loans
Promoters	-	-	-
Directors	-	-	-
KMPs	-	5.00	-

69 The Indian Parliament has approved the Code on Social Security, 2020 which subsumes the Provident Fund and the Gratuity Act and rules there under. The Ministry of Labour and Employment has also released draft rules thereunder on 13 November 2020 and has invited suggestions from stakeholders which are under active consideration by the Ministry. The Group will evaluate the rules, assess the impact if any, and account for the same once the rules are notified and become effective.

70 Nuvama Clearing Services Limited (NCSL), a former associate, received a show cause notice and order from NSE Clearing Ltd (NCL) in the matter of Anugrah Stock and Broking Pvt. Ltd and Vrise Securities Pvt. Limited. Securities Appellate Tribunal (SAT) has upheld NCL order on 15 December 2023. NCSL has appealed against the SAT order at the Supreme Court of India, asserting compliance with all relevant laws and regulations. The appeal is in the process of admission with the Supreme Court of India. The Company has obtained legal opinion on the matter and the Company believes that the NCSL will receive a favourable order in this regard. Accordingly, there is no adjustment required in the Consolidated Financial Statements of the Group.

71 During the year, one of the subsidiary namely ECL Finance Limited (ECLF) has valued its security receipts based on IRAC loan norms and reassessed expected credit loss provision (ECL), resulting in a provision of ₹ 11,372 million in the financial statements through other comprehensive Income. Pursuant to regulatory inspection another subsidiary namely Edelweiss Asset Reconstruction Company Limited (EARC) has made a provision of ₹ 270 million against its security receipts. Consequently, the Group carried provision of ₹ 710 million and ₹ 9,020 million in the consolidated financial statements through its profit and loss and other comprehensive income respectively against the loan book.

72 The Board of Directors at their meeting held on 14 May 2025, have recommended a final dividend of ₹ 1.50 per equity share (on face value of ₹ 1 per equity share), subject to the approval of the members at the ensuing Annual General Meeting.

73 The Company has declared and paid the final dividend of ₹ 1.50 per equity share (on face value of ₹ 1 per equity share) for the financial year ended 31 March 2024, based on the approval of the members of the Company at the Annual General Meeting held on 27 September 2024.

74 During the previous years, an investor subscribed to Security Receipts (SRs) issued by ARC trusts as a senior class investor. These SRs relate to certain loans sold by ECL Finance Limited, a subsidiary of the Company, to the ARC trusts. EFSL and another subsidiary, Edelweiss Securities and Investments Private Limited (ESIPL), have given a put option to the investor, guaranteeing the repayment of the total agreed payout comprising the invested amount and a minimum assured return after deducting any recoveries from the underlying assets during the period. Based on management's assessment and current cash flow projections from these assets, the likelihood of any payout under the put option is considered remote. Since the Group retains the associated risks and rewards, these investments are recognized as financial assets in the consolidated financial statements, and the corresponding expected credit loss has been accounted for accordingly.

75 During the year, ECap Equities Limited (Ecap), a wholly owned subsidiary of the Company, entered into an amended agreement. Under the revised terms, if the majority investors in a specific Alternative Investment Fund (AIF) do not achieve the agreed Internal Rate of Return (IRR), Ecap is obligated to either facilitate the sale of the underlying assets to a third-party buyer or acquire the assets itself to ensure the agreed IRR is delivered. Based on the management's assessment and current estimates of cash flows from the underlying assets, the likelihood of any shortfall requiring such a payout is considered remote. Since the Group retains the associated risks and rewards, these exposures are recognized as financial assets in the consolidated financial statements, and the corresponding expected credit loss has been duly recorded.

76 The Group has complied with the Rule 3 of Companies (Accounts) Rules, 2014 amended on 05 August 2022 relating to maintenance of electronic books of account and other relevant books and papers. The Group's books of accounts and relevant books and papers are accessible in India at all times and backup of accounts and other relevant books and papers are maintained in electronic mode within India and kept in servers physically located in India on daily basis.

77 Change in valuation of credit impaired loans represents valuation movement of loans of consolidated ARC trusts.

78 The Group has process whereby periodically all long term contract (including derivative contracts) are assessed for material foreseeable losses. At the year end, the Group has reviewed and ensured that adequate provisions as required under any law / accounting standard for material foreseeable losses on such long terms contracts (including derivative contract) has been made in the books of accounts.

79 Previous year's figures have been regrouped / reclassified to conform to current year presentation.

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

As per our report of even date attached.

For Nangia & Co. LLP
Chartered Accountants
ICAI Firms Registration Number: 002391C/N500069

For and on behalf of the Board of Directors of
Edelweiss Financial Services Limited

Jaspreet Singh Bedi
Partner
Membership No: 601788

Rashesh Shah
Chairman & Managing Director
DIN: 00008322

Vidya Shah
Non-Executive Director
DIN : 00274831

Ananya Suneja
Chief Financial Officer

Tarun Khurana
Company Secretary
Membership No: 12344

Mumbai, 14 May 2025

Mumbai, 14 May 2025

NANGIA & CO LLP
CHARTERED ACCOUNTANTS

INDEPENDENT AUDITOR'S REPORT

To the Members of Edelweiss Financial Services Limited

Report on the Audit of the Consolidated Financial Statements

Opinion

We have audited the accompanying Consolidated Financial statements of Edelweiss Financial Services Limited (hereinafter referred to as "the Holding Company"), its subsidiaries and trusts (the Holding Company, its subsidiaries and its trusts together referred to as "the Group") comprising of the Consolidated Balance Sheet as at March 31, 2024 the Consolidated Statement of Profit and Loss, including other comprehensive income, the Consolidated Statement of Cash Flow and the Consolidated Statement of Changes in Equity for the year then ended, and notes to the Consolidated Financial Statements, including a summary of material accounting policies and other explanatory information (hereinafter referred to as "the Consolidated Financial Statements").

In our opinion and to the best of our information and according to the explanations given to us and based on the consideration of reports of other auditors on Separate Financial Statements and on the other financial information of the subsidiaries and trusts, the aforesaid Consolidated Financial Statements give the information required by the Companies Act, 2013, as amended ("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 consolidated state of affairs of the Group as at March 31, 2024, their Consolidated Profit including Other Comprehensive Income, their Consolidated Cash Flows and the Consolidated Statement of Changes in Equity for the year ended on that date.

Basis for Opinion

We conducted our audit of the Consolidated Financial Statements in accordance with the Standards on Auditing (SAs), as specified under section 143(10) of the Act. Our responsibilities under those Standards are further described in the 'Auditor's Responsibilities for the Audit of the Consolidated Financial Statements' section of our report. We are independent of the Group 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 Act 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 audit opinion on the Consolidated Financial Statements.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the Consolidated Financial Statements for the financial year ended March 31, 2024. These matters were addressed in the context of our audit of the Consolidated Financial Statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. For each matter below, our description of how our audit addressed the matter is provided in that context.

We have determined the matters described below to be the key audit matters to be communicated in our report. We have fulfilled the responsibilities described in the Auditor's responsibilities for the audit of the Consolidated Financial Statements section of our report, including in relation to these matters. Accordingly, our audit included the performance of procedures designed to respond to our assessment of the risks of material misstatement of the Consolidated Financial Statements. The results of our audit procedures performed by us and by other auditors of components not audited by us, as reported by them in their audit reports furnished to us by the management, including those procedures performed to address the matters below, provide the basis for our audit opinion on the accompanying Consolidated Financial Statements.

Key audit matters	How our audit addressed the key audit matter
Impairment of receivables from financing and other business (as described in note 5.6, 12, 12.1, 13, 13.2 & 56.7 of the Consolidated Financial Statements)	
The Group's impairment provision for receivables from financing business is based on the expected credit loss approach laid down under Ind AS 109. Ind AS 109 requires the Group to provide for impairment of its financial assets as at the reporting date using the expected credit loss (ECL) approach. ECL involves an estimation of probability - weighted loss on financial instruments over their life, considering reasonable and supportable information about past events, current conditions, and forecasts of future economic conditions which could impact the credit quality of the Group's financial assets (loan portfolio). In the process, a significant degree of judgement has been applied by the management for: a) Staging of financial assets (i.e. classification in 'significant increase in credit risk' ("SICR") and 'default' categories); b) Grouping of the loan portfolio under homogenous pools in order to determine probability of default on a collective basis; c) Assigning internal rating grades to customers for which external rating is not available; d) Calibrating external ratings-linked probability of default to align with past default rates; e) Applying assumptions regarding the probability of various scenarios and discounting rates for different loan products; f) Estimation of management overlay for macro-economic factors bearing a correlation with the credit quality of the loans. In view of such high degree of management's judgement involved in estimation of ECL, it is considered as a key audit matter.	The audit procedures, including those reported in the auditor's report of respective subsidiary companies, comprised the following: a) Read and assessed the Group's accounting policy for impairment of financial assets and its compliance with Ind AS 109 and the governance framework approved by the Board of Directors pursuant to Reserve Bank of India guidelines issued on March 13, 2020. b) Tested the design and operating effectiveness of the controls for staging of loans based on their past-due status. Tested samples of performing (stage 1) loans to assess whether any loss indicators were present requiring them to be classified under stage 2 or 3. c) Performed procedures to test the inputs used in the ECL computation, on a sample basis. d) Tested assumptions used by the management in determining the overlay for macro- economic factors. e) Assessed the additional considerations applied by the management for staging of loans as SICR or default categories in view of Company's policy on OTR. f) Tested the arithmetical accuracy of computation of ECL provision performed by the Company in spreadsheets. g) Read the report on ECL model reviewed by external consultant during the year.

IT systems and controls	
The reliability and security of IT systems play a key role in the financial reporting process of the Group. The Group's key financial accounting and reporting processes are highly automated, whereby any gaps in the IT control environment could result in a material misstatement of the financial accounting and reporting records. Therefore, the assessment of the general IT controls and the application controls specific to the accounting and preparation of financial information is considered to be a key audit matter.	The audit procedures assisted by our IT specialists, including those reported in the auditor's report of respective subsidiary companies, comprised the following: a) Tested the design and operating effectiveness of the Company's IT access controls over the information systems that are important to financial reporting and various interfaces, configuration and other identified application controls. b) Tested IT general controls (logical access, changes management and aspects of IT operational controls). This included testing requests for access to systems were reviewed and authorized. c) Tested the periodic review of access rights. Also tested requests of changes to systems for approval and authorization. d) In addition to the above, tested the design and operating effectiveness of certain automated controls that were considered as key internal controls. e) We have relied on SOC-2 type II report provided by vendor for oracle fusion to ensure compliance with audit trail. f) Tested the design and operating effectiveness of compensating controls in case deficiencies were identified and, where necessary, extended the scope of our substantive audit procedures.

Valuation of Investments in Security Receipts (SR) for Edelweiss Assets Reconstruction Company Limited (as described in note 5.11, 13 & 55 of the Consolidated Financial Statements)	
The fair value of SRs is determined through discounted cash flow method which involves management judgement using level 3 inputs such as projection of future cash flows and expenses. The management has involved credit rating agencies for valuation of SR. Considering the fair valuation of investments is significant to overall consolidated financial statements and the degree of management's judgment involved in the estimate, any error in the estimate could lead to material misstatement in the consolidated financial statements. Accordingly, it is considered as a key audit matter.	The audit procedures those reported in the auditor's report of a subsidiary company, comprised the following: a) Assessment of internal controls over measurement of fair value and evaluating the methodologies, inputs, judgments made and assumptions used by management in determining fair values. b) Evaluated rationale of the models and accounting treatment applied. Compared observable inputs against independent sources and externally available market data for sample cases. c) Performed testing on a sample basis of key inputs as mentioned above to validate the reasonableness of the input values. d) Assessed disclosures included in the Financial Statements with respect to such fair valuation.
Consolidation of Trusts (as described in note 4 of the Consolidated Financial Statements)	
The Group sets up trusts to acquire stressed assets for the purpose of carrying on the activity of Securitisation and Asset Reconstruction. These Trusts issue SRs which represent the beneficial undivided right, title and interest in the assets of the respective trust to the beneficiaries. The Group acts as assets manager in respect of these trusts and consolidates and trusts which it controls. As per Ind-AS 110 Consolidated Financial Statements. the Company needs to consolidate the entity when it controls it. Control is achieved when the Company is exposed, or has rights, to variable returns from its involvement with the investee and has the ability to affect those returns through its power over the investee. To assess control various factors need to be considered based on relevant facts and circumstances. Considering the significant management judgement and estimate involved in assessing control, we have considered this a key audit matter.	The audit procedures those reported in the auditor's report of a subsidiary company, comprised the following: a) We have understood the structure of all the trusts managed by the Company and reviewed the beneficial interest. the waterfall mechanism of distribution of returns and other relevant clauses of the trust deeds. b) We have obtained and reviewed the workings made by the management to assess the variability of returns from the recovery in the trusts based on estimated recovery in the trusts. c) We have read and understood the management's policy on the assessment of the percentage of variability for the Company to be classified from agent to principal for the purpose of consolidation, in accordance with Ind AS110. d) We have verified the consolidation of these trusts done by the Company. e) We have assessed disclosures included in the Consolidated Ind AS Financial Statements with respect to these assets in accordance with Ind AS 107 and Ind AS 110.

Valuation of Purchase or originated credit impaired assets (POCI) (as described in note 12.1 of the Consolidated Financial Statements)	
The trusts that are consolidated, have assets on their books which are impaired and accordingly in accordance with Ind AS 109 classified as purchased or originated credit impaired assets ("POCI"). The Company has POCI (net of impairment) assets amounting to Rs. 36,293.95 millions as disclosed in the Consolidated Financial Statements as at March 31, 2024. These assets are measured using projected cash flows based on management estimates of recovery and then discounted at the credit adjusted effective interest rate. Further, the management has made an assessment on each POCI asset to ascertain future recoverability estimates. In making this assessment, the management has used several estimates, assumptions and sources of information (both internal and external), including but not limited to quality of collateral available, external credit reports, economic forecasts for future expected performance of the underlying companies etc. The assumptions and estimates used by the management may vary and actual results may differ from the estimates and assumptions. Considering the significant management estimate and judgement involved in assessing cash flows and the discount rate, we have considered this as a key audit matter.	The procedures conducted by the subsidiary's auditors, as reported by them, focused on assessing the adequacy of the valuation of purchased or originated credit-impaired assets. This assessment involved undertaking the following procedures: a) For POCI assets, understood methodology applied by the management to value these assets including the key inputs in that process which included future cash flow projections and the calculation of credit adjusted effective interest rate for discounting those cash flows and tested for samples these key inputs and estimates used. b) Tested the operating effectiveness of the controls for collating the information for future recovery estimates and past collections records. c) Verified on a sample basis the calculation of the credit adjusted effective interest rate used for the purpose of discounting these assets. d) Verified the arithmetical accuracy of the valuation of the POCI assets using the expected cash flow and discount rate performed by the Company using spreadsheets.

Information Other than the Financial Statements and Auditor's Report Thereon

The Holding Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Board report and Annual report, but does not include the Consolidated Financial Statements and our auditor's report thereon. The Board report and Annual report is expected to be made available to us after the date of this auditor's report.

Our opinion on the Consolidated 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 Consolidated Financial Statements, our responsibility is to read the other information identified above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the Consolidated Financial Statements, or our knowledge obtained in the audit or otherwise appears to be materially misstated.

Responsibilities of Management for the Consolidated Financial Statements

The Holding Company's Board of Directors is responsible for the preparation and presentation of these Consolidated Financial Statements in terms of the requirements of the Act that give a true and fair view of the consolidated financial position, consolidated financial performance including other comprehensive income, consolidated cash flows and consolidated statement of changes in equity of the Group in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) specified under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended. The respective Board of Directors of the companies included in the Group are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of their respective companies 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 the 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 Consolidated Financial Statements that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the consolidated financial statements by the Directors of the Holding Company, as aforesaid.

In preparing the Consolidated Financial Statements, the respective Board of Directors of the companies included in the Group are responsible for assessing the ability of the Group 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 Group or to cease operations, or has no realistic alternative but to do so.

Those respective Board of Directors of the companies included in the Group are responsible for overseeing the financial reporting process of their Companies.

Auditor's Responsibilities for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the Consolidated 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 aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these Consolidated Financial Statements.

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

- Identify and assess the risks of material misstatement of the Consolidated 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.
- 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 Holding Company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

- 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 ability of the Group 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 Consolidated 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 Group to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the Consolidated Financial Statements, including the disclosures, and whether the Consolidated Financial Statements represent the underlying transactions and events in a manner that achieves fair presentation.

- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group of which we are the independent auditors, to express an opinion on the Consolidated Financial Statements. We are responsible for the direction, supervision and performance of the audit of the Financial Statements of such entities included in the Consolidated Financial Statements of which we are the independent auditors. For the other entities included in the Consolidated Financial Statements, which have been audited by other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion.

We communicate with those charged with governance of the Holding Company and such other entities included in the Consolidated Financial Statements of which we are the independent auditors 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 Consolidated Financial Statements for the financial year ended March 31, 2024 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

a) We did not audit the financial statements and other financial information, in respect of:

- 27 subsidiaries, whose financial statements include total assets of Rs. 4,55,102.16 million as at March 31, 2024 and total revenues of Rs. 71,219.36 million and net cash inflow of Rs. 62.95 million for the year ended on that date. These financial statement and other financial information have been audited by other auditors, which financial statements, other financial information and auditor's reports have been furnished to us by the management.

Our opinion on the Consolidated Financial Statements, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries companies, and our report in terms of sub- sections (3) of Section 143 of the Act, in so far as it relates to the aforesaid subsidiaries companies, is based solely on the report(s) of such other auditors.

b) The actuarial valuation of liabilities of Edelweiss Tokio Life Insurance Company Limited (ETLIFE) for life policies in force and for policies in respect of which premium has been discontinued but liability exists as at March 31, 2024 is the responsibility of ETLIFE's Appointed Actuary ("the Appointed Actuary"). The actuarial valuation of these liabilities for life policies in force and for policies in respect of which premium has been discontinued but liability exists as at March 31, 2024 has been duly certified by the Appointed Actuary and in his opinion, the assumptions for such valuation are in accordance with Ind AS 104 "Insurance Contracts", Ind AS 109 "Financial Instruments", the guidelines and norms issued by the Insurance Regulatory and Development Authority of India ('IRDAI') and the Institute of Actuaries of India in concurrence with IRDAI. The auditors have relied upon the Appointed Actuary's certificate in this regard for forming their opinion on the valuation of liabilities for life policies in force and for policies in respect of which premium has been discontinued but liability exists in financial statement of the ETLIFE.

c) The actuarial valuation of liabilities Zuno General Insurance Limited (formerly known as Edelweiss General Insurance Company Limited (ZGIL) for Incurred but Not Reported and Incurred but Not Enough Reported claims of ZGIL as at March 31, 2024 is the responsibility of ZGIL's Appointed Actuary. The actuarial valuation of these liabilities has been duly certified by the ZGIL's Appointed Actuary and in his opinion, the assumptions for such valuation are in accordance with Ind AS 104 "Insurance Contracts", the guidelines and norms issued by the IRDAI and the Institute of Actuaries of India in concurrence with IRDAI. The auditors have relied on the ZGIL's Appointed Actuary's Certificate for expressing their conclusion in this regard.

Our opinion on the Consolidated Financial Statements, and our report on Other Legal and Regulatory Requirements below, is not modified in respect of the above matters with respect to our reliance on the work done and the reports of the other auditors and the Financial Statements certified by the Management.

The comparative financial information of the Company for year ended March 31, 2023 were audited by predecessor auditor who expressed an unmodified opinion on those consolidated financial statements dated May 26, 2023 Accordingly, we do not express any opinion, as the case may be, on the figures reported in the consolidated financial statements for the year ended March 31, 2023.

Our opinion is not modified in respect of these matters.

Report on Other Legal and Regulatory Requirements

1. 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 Act, based on our audit and on the consideration of report of the other auditors on separate financial statements and the other financial information of the subsidiary companies, incorporated in India, as noted in the 'Other Matter' paragraph we give in the "Annexure 1" a statement on the matters specified in paragraph 3(xxi) of the Order.

2. As required by Section 143(3) of the Act, based on our audit and on the consideration of report of the other auditors on separate financial statements and the other financial information of subsidiaries, as noted in the 'other matter' paragraph we report, to the extent applicable, that:

   (a) We/the other auditors whose report we have relied upon 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 of the aforesaid Consolidated Financial Statements;

   (b) In our opinion, proper books of account as required by law relating to preparation of the aforesaid Consolidated Financial Statements have been kept so far as it appears from our examination of those books and the reports of the other auditors.

(c) The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss including the Statement of Other Comprehensive Income, the Consolidated Statement of Cash Flow and Consolidated Statement of Changes in Equity dealt with by this Report are in agreement with the books of account maintained for the purpose of preparation of the Consolidated Financial Statements;

(d) In our opinion, the aforesaid Consolidated Financial Statements comply with the Accounting Standards specified under Section 133 of the Act, read with Companies (Indian Accounting Standards) Rules, 2015, as amended;

(e) On the basis of the written representation received from the directors of the Holding Company as on March 31, 2024 taken on record by the Board of Directors of the Holding Company and the reports of the statutory auditors who are appointed under Section 139 of the Act, of its subsidiary companies, none of the directors of the Group's companies, incorporated in India, is disqualified as on March 31, 2024 from being appointed as a director in terms of Section 164 (2) of the Act;

(f) With respect to the adequacy of the internal financial controls with reference to Consolidated Financial Statements of the Holding Company and its subsidiary companies, incorporated in India, and the operating effectiveness of such controls refer to our separate Report in "Annexure 2";

(g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of Section 197(16) of the Act, as amended, in our opinion and to the best of our information and according to the explanations given to us and based on the consideration of reports of other statutory auditors of the Subsidiaries incorporated in India, the remuneration paid by the Holding Company, its subsidiaries incorporated in India to their directors during the year is in accordance with the provisions of Section 197 of the Act.

(h) 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) Rules, 2014, as amended, in our opinion and to the best of our information and according to the explanations given to us and based on the consideration of the report of the other auditors on separate financial statements as also the other financial information of the subsidiaries, as noted in the 'Other matter' paragraph:

i. The Consolidated Financial Statements disclose the impact of pending litigations on its Consolidated financial position of the Group in its Consolidation Financial Statements – Refer Note 51.1 (a) to the Consolidated Financial Statements.

ii. Provision has been made in the consolidated financial statements, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long-term contracts including derivative contracts - Refer Note 81 to the Consolidated Financial Statements in respect of such items as it relates to the Group;

iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Holding Company, its subsidiaries, incorporated in India during the year ended March 31, 2024.

iv. a) The respective managements of the Holding Company and its subsidiaries which are companies incorporated in India whose financial statements have been audited under the Act have represented to us and the other auditors of such subsidiaries respectively that, to the best of its knowledge and belief as disclosed in the note 66(A) to the Consolidated Financial Statements, 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 Holding Company or any of such subsidiaries 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, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the respective Holding Company or any of such subsidiaries ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

(b) The respective managements of the Holding Company and its subsidiaries and its which are companies incorporated in India whose financial statements have been audited under the Act have represented to us and the other auditors of such subsidiaries respectively that, to the best of its knowledge and belief, as disclosed in the note 66(B) to the Consolidated Financial Statements, no funds have been received by the respective Holding Company or any of such subsidiaries from any persons(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Holding Company or any of such subsidiaries shall, whether, 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; and

(c) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances performed by us and that performed by the auditors of the subsidiaries which are companies incorporated in India whose financial statements have been audited under the Act, nothing has come to our or other auditors' notice that has caused us or the other auditors to believe that the representations under sub-clause (a) and (b) contain any material mis-statement.

v. The final dividend paid by the Holding Company, its subsidiaries companies incorporated in India during the year in respect of the same declared for the previous year is in accordance with section 123 of the Act to the extent it applies to payment of dividend.

As stated in note 73.1 to the Consolidated Financial Statements, the Board of Directors of the Holding Company have proposed final dividend for the year which is subject to the approval of the members at the respective ensuing Annual General Meeting. The dividend declared is in accordance with section 123 of the Act to the extent it applies to declaration of dividend.

vi. Based on our examination which included test checks and that performed by the respective auditors of the subsidiaries which are companies incorporated in India whose financial statements have been audited under the Act, the Holding Company and subsidiaries have 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 operated throughout the year for all relevant transactions recorded in the software. Further, during the course of our audit we did not come across any instance of audit trail feature being tampered with.

Trusts incorporated in India and included in the consolidated financial statements are not Companies under the Act and provision of Rule 11 (g) is not applicable to Trusts.

As proviso to Rule 3(1) of the Companies (Accounts) Rules, 2014 is applicable from April 1, 2023, reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014 on preservation of audit trail as per the statutory requirements for record retention is not applicable for the financial year ended March 31, 2024.

For Nangia & Co. LLP
Chartered Accountants
FRN No. 002391C/N500069

Jaspreet Singh Bedi
Partner
Membership No.: 601788
UDIN: 24601788BKFMVK9633

Place: Mumbai
Date: May 14, 2024

Annexure 1 Referred to in Paragraph Under the Heading ''Report on Other Legal and Regulatory Requirements'' of Our Report of Even Date on the Consolidated Financial Statements of Edelweiss Financial Services Limited

Based on our audit and on the consideration of report of the other auditors on separate financial statements and the other financial information of the subsidiary companies, incorporated in India, as noted in the 'Other Matter' paragraph we state that:

3(xxi) There are no qualifications or adverse remarks by the respective auditors in their report on Companies (Auditors Report) Order, 2020 of the companies included in the consolidated financial statements except for following where the respective auditor have reported unfavorable or adverse remarks in their audit report to the principal auditor.

S. No.	Name	CIN	Holding / Subsidiary	Clause number of the Caro Report which is unfavorable or adverse
1.	Edelweiss Asset Reconstruction Company Limited	U67100MH2007PLC174759	Subsidiary	iii (c) and iii (d)
2.	Nido Home Finance Limited (formerly Edelweiss Housing Finance Limited)	U65922MH2008PLC182906	Subsidiary	iii (c) and iii (d)
3.	Ecap Securities & Investments Limited	U67190TG2008PLC057122	Subsidiary	ix (d) and xvii
4.	Edelcap Securities Limited	U67120TG2008PLC057145	Subsidiary	xvii
5.	Ecap Equities Limited (formerly Edel Land Limited)	U74900MH2008PLC287466	Subsidiary	iii (c), iii (d) and xvii
6.	Edelweiss Global Wealth Management Limited	U67100TG2007PLC112499	Subsidiary	xvii
7.	Edelweiss Investment Adviser Limited	U74140TG2008PLC120334	Subsidiary	iii (c), iii (d), and xvii
8.	Edelweiss Retail Finance Limited	U67120MH1997PLC285490	Subsidiary	iii (c) and iii(d)
9.	ECL Finance Limited	U65990MH2005PLC154854	Subsidiary	iii (c), iii(d) and xvii
10.	Edelweiss Securities and Investments Private Limited	U65990TG2009PTC113078	Subsidiary	iii (c), iii (d), ix (d) and xvii
11.	Edelweiss Rural & Corporate Services Limited	U45201TG2006PLC078157	Subsidiary	iii (c), iii (d), vii (a) and xvii
12.	Comtrade Commodities Services Limited	U66990GJ1995PLC025267	Subsidiary	xvii
13.	Edel Finance Company Limited	U65920MH1989PLC053909	Subsidiary	xvii
14.	Sekura India Management Limited	U74999MH2021PLC362906	Subsidiary	xvii

For Nangia & Co. LLP
Chartered Accountants
FRN No. 002391C/N500069

Jaspreet Singh Bedi
Partner
Membership No.: 601788
UDIN: 24601788BKFMVK9633

Place: Mumbai
Date: May 14, 2024

Annexure 2" To the Independent Auditor's Report Of Even Date On The Consolidated Financial Statements Of Edelweiss Financial Services Limited

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

To the Members of Edelweiss Financial Services Limited

In conjunction with our audit of the Consolidated Financial Statements of Edelweiss Financial Services Limited (hereinafter referred to as the "Holding Company") as of and for the year ended March 31, 2024, we have audited the internal financial controls with reference to Consolidated Financial Statements of the Holding Company and its subsidiaries (the Holding Company and its subsidiaries together referred to as "the Group"), which are companies incorporated in India, as of that date.

Management's Responsibility for Internal Financial Controls

The respective Board of Directors of the companies included in the Group which are companies incorporated in India, are responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Holding 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 the respective 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 Holding Company's internal financial controls with reference to Consolidated Financial Statements 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 as specified under section 143(10) of the Companies Act 2013, to the extent applicable to an audit of internal financial controls and both issued by ICAI. 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 with reference to these Consolidated Financial Statements 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 with reference to Consolidated Financial Statement and their operating effectiveness. Our audit of internal financial controls with reference to Consolidated Financial Statements included obtaining an understanding of internal financial controls with reference to Consolidated Financial Statement, 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 judgement, 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, and the audit evidence obtained by the other auditors in terms of their reports referred to in the Other Matters paragraph below, is sufficient and appropriate to provide a basis for our audit opinion on the internal financial controls with reference to Consolidated Financial Statements.

Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control with reference to Consolidated Financial Statements 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 with reference to Consolidated Financial Statements 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 authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised 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 with reference to the Consolidated Financial Statements, 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 with reference to the Consolidated Financial Statement to future periods are subject to the risk that the internal financial control with reference to the Consolidated Financial Statements 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, the Group which are companies incorporated in India, have, maintained in all material respects, adequate internal financial controls with reference to Consolidated Financial Statements and such internal financial controls with reference to Consolidated Financial Statements were operating effectively as at March 31, 2024, based on the internal control over financial reporting criteria established by the Holding 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.

Other Matters

Our report under Section 143(3)(i) of the Act on the adequacy and operating effectiveness of the internal financial controls with reference to Consolidated Financial Statements of the Holding Company, in so far as it relates to these 22 subsidiaries, which are companies incorporated in India, is based on the corresponding reports of the auditors of such subsidiaries incorporated in India.

Our aforesaid reports under Section 143(3)(i) of the Act on the adequacy and operating effectiveness of the internal financial controls over financial reporting includes only the Company. The trust forming part of the Consolidated Financial Statements are not Companies as defined as per the Act and accordingly reporting on the adequacy and operating effectiveness of the internal control is not applicable to trusts.

For Nangia & Co. LLP
Chartered Accountants
FRN No. 002391C/N500069

Jaspreet Singh Bedi
Partner
Membership No.: 601788
UDIN: 24601788BKFMVK9633

Place: Mumbai
Date: May 14, 2024

Edelweiss Financial Services Limited
Consolidated balance sheet as at 31 March 2024
CIN-L99999MH1995PLC094641

(Currency: Indian rupees in millions)	Note	As at 31 March 2024	As at 31 March 2023
ASSETS			
Financial assets			
(a) Cash and cash equivalents	8	**23,732.18**	27,458.60
(b) Bank balances other than cash and cash equivalents	9	**9,575.76**	9,532.13
(c) Derivative financial instruments	10	**1,192.41**	779.00
(d) Trade Receivables	11	**3,575.37**	4,133.08
(e) Loans	12	**148,040.32**	173,536.28
(f) Investments	13	**184,914.75**	171,622.24
(g) Other financial assets	14	**10,962.94**	9,187.09
Total financial assets		**381,993.73**	396,248.42
Non-financial assets			
(a) Reinsurance assets		**3,273.99**	3,013.36
(b) Current tax assets (net)		**7,761.32**	8,227.34
(c) Deferred tax assets (net)	15	**15,464.78**	12,115.65
(d) Investment property	16	**1,550.67**	1,822.13
(e) Property, Plant and Equipment	17	**9,154.93**	9,879.87
(f) Capital work in progress	18	**36.55**	7.09
(g) Intangible assets under development	19	**324.65**	240.60
(h) Goodwill on consolidation	20	**236.60**	236.60
(i) Other Intangible assets	17	**1,424.17**	1,285.06
(j) Right to use (ROU) assets	17	**530.62**	448.13
(k) Other non- financial assets	21	**7,443.70**	7,118.42
Total non-financial assets		**47,201.98**	44,394.25
TOTAL ASSETS		**429,195.71**	440,642.67
LIABILITIES AND EQUITY			
Financial liabilities			
(a) Derivative financial instruments	10	**1,155.83**	775.72
(b) Trade Payables	22		
i. total outstanding dues of micro enterprises and small enterprises		**38.21**	25.96
ii. total outstanding dues of creditors other than micro enterprises and small enterprises		**16,701.66**	14,096.20
(c) Insurance claims payable		**373.82**	509.76
(d) Debt securities	23	**143,980.51**	154,030.34
(e) Borrowings (other than debt securities)	24	**47,408.57**	49,947.02
(f) Deposits	25	**16.98**	16.25
(g) Subordinated liabilities	26	**11,078.12**	13,366.87
(h) Lease liabilities	51	**1,094.83**	554.08
(i) Other financial liabilities	27	**52,195.96**	53,516.37
Total financial liabilities		**274,044.49**	286,838.57
Non-financial liabilities			
(a) Current tax liabilities (net)		**364.14**	249.21
(b) Provisions	28	**619.25**	623.96
(c) Policyholders' liabilities		**83,042.84**	66,135.11
(d) Deferred tax liabilities (net)	15	**2,050.94**	1,827.60
(e) Other non-financial liabilities	29	**8,581.20**	6,505.91
Total non-financial liabilities		**94,658.37**	75,341.79
TOTAL LIABILITIES		**368,702.86**	362,180.36
EQUITY			
(a) Equity Share capital	30	**898.89**	898.38
(b) Other equity	31	**46,724.72**	66,542.74
Equity attributable to owners of the Company		**47,623.61**	67,441.12
Equity attributable to Non-Controlling Interests		**12,869.24**	11,021.19
TOTAL EQUITY		**60,492.85**	78,462.31
TOTAL LIABILITIES AND EQUITY		**429,195.71**	440,642.67

The accompanying notes are an integral part of the Consolidated Financial Statements. 1 to 82

As per our report of even date attached

For Nangia & Co. LLP
Chartered Accountants
ICAI Firms Registration Number: 002391C/N500069

Jaspreet Singh Bedi
Partner
Membership No: 601788

Mumbai 14 May 2024

For and on behalf of the Board of Directors of
Edelweiss Financial Services Limited

Rashesh Shah
Chairman & Managing Director
DIN: 00008322

Venkatchalam Ramaswamy
Vice Chairman & Executive Director
DIN : 00008509

Ananya Suneja
Chief Financial Officer

Tarun Khurana
Company Secretary
Membership No: 12344

14 May 2024

Edelweiss Financial Services Limited

Consolidated statement of profit and loss for the year ended 31 March 2024

CIN-L99999MH1995PLC094641

(Currency: Indian rupees in millions)	Note	For the year ended 31 March 2024	For the year ended 31 March 2023
Revenue from operations			
Interest income	32	**28,537.93**	29,458.64
Dividend Income		**309.67**	318.86
Fee and commission income	33	**12,269.70**	12,443.43
Net gain on fair value changes	34	**30,906.97**	23,038.52
Premium from insurance business (net)		**22,783.09**	19,278.13
Other operating revenue	35	**188.24**	272.78
Total revenue from operations		**94,995.60**	84,810.36
Other income	36	**1,020.15**	1,515.55
Total income		**96,015.75**	86,325.91
Expenses			
Finance costs	37	**27,865.03**	25,745.63
Impairment on financial instruments	38	**148.55**	3,618.82
Change in valuation of credit impaired loans		**7,328.20**	8,852.26
Employee benefits expense	39	**12,100.85**	10,651.74
Depreciation, amortisation and impairment on investment property	16 & 17	**1,261.26**	1,381.60
Change in insurance policy liability - actuarial		**16,647.10**	11,266.18
Policy benefits paid		**9,652.70**	6,063.94
Other expenses	40	**16,638.06**	16,216.43
Total expenses		**91,641.75**	83,796.60
Profit before share in profit of associates and tax		**4,374.00**	2,529.31
Share in profit of associates		**-**	1,317.94
Profit before tax		**4,374.00**	3,847.25
Tax expense:	41		
Current tax		**2,151.08**	1,640.48
Deferred tax		**(3,057.55)**	(1,848.80)
Profit for the year		**5,280.47**	4,055.57
Other Comprehensive Income / (loss)			
(A) (i) Items that will not be reclassified to profit or loss			
Re-measurements of the defined benefit liability		**(18.15)**	(12.57)
Fair value changes on equity Instruments through Other Comprehensive Income		**(15.02)**	-
(ii) Income tax relating to items that will not be reclassified to profit or loss		**142.97**	3.40
Subtotal (A)		**109.80**	(9.17)
(B) (i) Items that will be reclassified to profit or loss			
Fair value changes on debt Instruments through Other Comprehensive Income		**1,411.61**	18.32
Exchange differences on translating the financial statements of foreign operations		**(62.46)**	162.56
(ii) Income tax relating to items that will be reclassified to profit or loss		**-**	-
Subtotal (B)		**1,349.15**	180.88
Share in profit of associate (C)		**-**	14.06
Other comprehensive income (A+B+C)		**1,458.95**	185.77
Total comprehensive income		**6,739.42**	4,241.34
Profit for the year attributable to:			
Owners of the Company		**4,207.00**	3,441.63
Non-controlling interests		**1,073.47**	613.94
Other comprehensive income / (loss) for the year attributable to:			
Owners of the Company		**1,097.43**	197.73
Non-controlling interests		**361.52**	(11.96)
Total comprehensive income (loss) for the year attributable to:			
Owners of the Company		**5,304.43**	3,639.36
Non-controlling interests		**1,434.99**	601.98
Earnings per share (₹) (Face value ₹ 1 each)	43		
- Basic (₹)		**4.68**	3.83
- Diluted (₹)		**4.68**	3.83

The accompanying notes are an integral part of the Consolidated Financial Statements 1 to 82

As per our report of even date attached

For Nangia & Co. LLP
Chartered Accountants
ICAI Firms Registration Number: 002391C/N500069

Jaspreet Singh Bedi
Partner
Membership No: 601788

Mumbai 14 May 2024

For and on behalf of the Board of Directors of
Edelweiss Financial Services Limited

Rashesh Shah
Chairman & Managing Director
DIN: 00008322

Venkatchalam Ramaswamy
Vice Chairman & Executive Director
DIN : 00008509

Ananya Suneja
Chief Financial Officer

Tarun Khurana
Company Secretary
Membership No: 12344

14 May 2024

Edelweiss Financial Services Limited

Consolidated statement of cash flow for the year ended 31 March 2024

CIN-L99999MH1995PLC094641

	(Currency : Indian rupees in millions)	For the year ended 31 March 2024	For the year ended 31 March 2023
A	**Cash flow from operating activities**		
	Profit / (Loss) before tax	**4,374.00**	3,847.25
	Adjustments for:		
	Depreciation, amortisation and impairment on investment property	**1,261.26**	1,381.60
	Expense on employee stock option plans and stock appreciation rights	**13.89**	87.28
	Derecognition of Goodwill	**-**	426.75
	Impairment on financial instruments	**148.55**	3,618.82
	Change in valuation of credit impaired loans	**7,328.20**	8,852.26
	Interest on income tax refund	**(234.52)**	(191.49)
	Dividend Income	**(309.67)**	(318.86)
	(Profit) / loss on sale of property, plant and equipment (net)[1]	**4.42**	3.30
	(Profit) / loss on sale of investment property (net)[1]	**-**	(801.67)
	Fair value (gain) / loss on financial instruments	**(30,906.97)**	(23,038.52)
	Provision for policyholders liability	**16,647.10**	11,266.18
	Finance costs	**11,344.91**	8,141.03
	Operating cash flow before working capital changes	**9,671.17**	13,273.93
	Adjustments for:		
	Decrease / (increase) in trade receivables	**310.80**	(4,188.00)
	Decrease / (increase) in Other financial/non financial assets	**(2,361.70)**	(384.40)
	Decrease / (increase) in Derivative Financial Instruments	**(33.30)**	(2,246.80)
	Decrease / (increase) in loans	**18,185.40**	19,740.70
	Increase / (decrease) in trade payables	**2,617.70**	1,220.90
	Increase / (decrease) in insurance claim payable	**(136.00)**	164.50
	Increase / (decrease) in other financial liabilities	**(227.40)**	414.40
	Increase / (decrease) in Provisions	**(23.00)**	116.00
	Increase / (decrease) in provision for policyholders' liabilities	**260.60**	(421.40)
	Increase / (decrease) in other non-financial liabilities	**2,075.40**	1,865.05
	Cash generated from / (used in) operations	**30,339.67**	29,554.88
	Income taxes paid (net of refund)	**(1,403.90)**	(648.40)
	Net cash generated from / (used in) operating activities - A	**28,935.77**	28,906.48
B	**Cash flow from investing activities**		
	Purchase of property, plant and equipment and intangibles	**(875.80)**	(818.60)
	Proceeds from sale of property, plant and equipment	**-**	46.20
	(Purchase) / sale of investment property[1]	**271.40**	2,012.76
	(Purchase) / sale of investments[1]	**(4,477.38)**	(6,780.45)
	Dividend on investments	**309.67**	318.86
	(Investment) / Maturity of Bank deposits	**(43.70)**	971.20
	Net cash generated from / (used in) investing activities - B	**(4,815.81)**	(4,250.03)
C	**Cash flow from financing activities**		
	Proceeds from exercise of ESOP & SAR	**2.76**	1.65
	Proceeds / (repayment) from Debt securities[1]	**(10,049.83)**	1,073.17
	Proceeds / (repayment) from Borrowings (other than debt securities)[1]	**(2,538.45)**	(6,603.64)
	Proceeds / (repayment) from Deposits[1]	**0.73**	0.65
	Proceeds / (repayment) from Subordinated Liabilities[1]	**(2,288.75)**	(2,119.66)
	Dividend paid	**(1,403.59)**	(1,376.06)
	Lease payment	**(41.59)**	(38.49)
	Effect of change in group interest	**-**	(42.56)
	Interest paid	**(11,303.26)**	(8,102.54)
	Proceeds/(repayment) on ESOP/SAR charge/(reversal)	**(224.40)**	124.00
	Net cash generated from / (used in) financing activities - C	**(27,846.38)**	(17,083.48)
	Net increase in cash and cash equivalents (A+B+C)	**(3,726.42)**	7,572.97
	Cash and cash equivalents as at the beginning of the year	**27,458.60**	19,885.63
	Cash and cash equivalents as at the end of the year (Refer note 5)	**23,732.18**	27,458.60

[1] Net figures have been reported on account of volume of transactions.

Notes:

1. Cash receipts and payments for transaction in which the turnover is quick, the amounts are large, and the maturities are short are presented on net basis in accordance with Ind AS-7 Statement of Cash Flows.

2. Cash Flow Statement has been prepared under the indirect method as set out in Ind AS 7 prescribed under the Companies (Indian Accounting Standards) Rules, 2015 under the Companies Act, 2013.

3. Net cash generated from/(used in) operating activities includes interest received ₹ 28,537.93 million (Previous year ₹ 29,458.64 million) and interest paid ₹ 16,520.12 million (Previous year ₹ 17,604.60 million).

4. Refer note 50 for changes in liabilities arising from financing activities.

5. Components of cash and cash equivalents

Particulars	As at 31 March 2024	As at 31 March 2023
Cash in hand	**37.85**	34.86
Cheques in hand	**353.94**	385.74
Balances with banks:		
-in Current accounts	**16,849.10**	20,891.69
-in fixed deposits with original maturity less than 3 months	**6,491.29**	6,146.31
Total	**23,732.18**	27,458.60

The accompanying notes are an integral part of the Consolidated Financial Statements. 1 to 82

As per our report of even date attached

For Nangia & Co. LLP
Chartered Accountants
ICAI Firms Registration Number: 002391C/N500069

Jaspreet Singh Bedi
Partner
Membership No: 601788

Mumbai 14 May 2024

For and on behalf of the Board of Directors of
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DIN: 00008322

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Vice Chairman & Executive Director
DIN : 00008509

Ananya Suneja
Chief Financial Officer

Tarun Khurana
Company Secretary
Membership No: 12344

14 May 2024

Edelweiss Financial Services Limited

Consolidated Statement of changes in equity for the year ended 31 March 2024

CIN-L99999MH1995PLC094641

(Currency : Indian rupees in millions)

A **Equity share capital**

Particulars	As at 31 March 2024	As at 31 March 2023
Balance at the beginning of the year	**898.38**	898.20
Changes in Equity Share Capital due to prior period errors	-	-
Restated balance at the beginning of the current year	**898.38**	898.20
Changes in equity share capital during the year on account of allotment of shares	0.51	0.18
Balance at the end of the year	**898.89**	898.38

1. Edelweiss Employees' Welfare Trust and Edelweiss Employees' Incentive and Welfare Trust are extension of Edelweiss Financial Services Limited standalone financial statements, these trusts are holding 44,896,780 number of equity shares amounting to ₹ 44.90 million (Previous year ₹ 44.90 million). These are treasury shares and deducted from total outstanding equity shares.
2. Refer note 30 for detailed quantitative information including investors holding more than 5% of equity share capital.
3. The above two Welfare Trust (s) hold an aggregate 44,896,780 equity shares of the Company for incentive and welfare benefits for group employees as per extant applicable SEBI regulations. Pursuant to the exercise of right available under Regulation 29 of SEBI (Share Based Employee Benefits) Regulations, 2014, the Company has applied before the expiry date of 27 October 2019 for extension of the time limit for disposing of aforesaid equity shares. The said application is under consideration and approval for extension from SEBI is awaited as at date.

Edelweiss Financial Services Limited

Consolidated Statement of changes in equity for the year ended 31 March 2024

CIN-L99999MH1995PLC094641

(Currency : Indian rupees in millions)

B. Other equity

Particulars	Share application money pending allotment	Reserves and Surplus										Other Comprehensive Income				Total attributable to owners of the parent	Non-Controlling Interest	Total
		Capital Reserve	Capital Redemption Reserve	Securities Premium Account	Employee Stock Options Plan (ESOP) reserve/Stock appreciation rights (SAR)	Special Reserve under section 45-IC of the Reserve Bank of India Act, 1934	Reserve under section 29C of the National Housing Bank Act, 1987	General reserve	Debenture redemption reserve	Impairment Reserve	Retained earnings	Exchange differences on translating the financial statements of a foreign operation	Revaluation Reserve through Other Comprehensive Income	Fair value changes on equity Instruments through Other Comprehensive Income	Fair value changes on debt Instruments through Other Comprehensive Income			
Balance as at 31 March 2022	-	8,026.45	187.87	29,557.82	761.58	7,048.56	575.42	717.15	3,543.64	2,079.49	9,955.45	(37.82)	3,721.28	(1,700.00)	39.07	64,475.96	10,549.04	75,025.00
Profit or loss	-	-	-	-	-	-	-	-	-	-	3,441.63	-	-	-	-	3,441.63	613.94	4,055.57
Changes in accounting policy or prior period errors	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other comprehensive income	-	-	-	-	-	-	-	-	-	-	6.04	162.55	-	-	29.14	197.73	(11.96)	185.77
Total Comprehensive Income for the year	-	-	-	-	-	-	-	-	-	-	3,447.67	162.55	-	-	29.14	3,639.36	601.98	4,241.34
Dividends to equity shareholders	-	-	-	-	-	-	-	-	-	-	(1,325.35)	-	-	-	-	(1,325.35)	-	(1,325.35)
Transfers to securities premium on exercise of ESOP & SAR	-	-	-	23.28	(23.28)	-	-	-	-	-	-	-	-	-	-	-	-	-
Issue of equity instruments on ESOP & SAR	(1.65)	-	-	1.47	-	-	-	-	-	-	-	-	-	-	-	(0.18)	-	(0.18)
Share application money received	1.65	-	-	-	-	-	-	-	-	-	-	-	-	-	-	1.65	-	1.65
ESOP charge	-	-	-	-	32.21	-	-	-	-	-	-	-	-	-	-	32.21	-	32.21
SAR charge	-	-	-	-	108.81	-	-	-	-	-	-	-	-	-	-	108.81	-	108.81
Reversal on account of lapses of ESOP & SAR	-	-	-	-	(79.94)	-	-	-	-	-	-	-	-	-	-	(79.94)	-	(79.94)
ESOP & SAR charges transferred to reserves	-	-	-	-	(100.66)	-	-	-	-	-	100.66	-	-	-	-	-	-	-
Transfer Under 45-IC of the Reserve Bank of India Act, 1934	-	-	-	-	-	415.42	-	-	-	-	(415.42)	-	-	-	-	-	-	-
Transfer Under 29C of the National Housing Bank Act, 1987	-	-	-	-	-	-	32.13	-	-	-	(32.13)	-	-	-	-	-	-	-
Transfer under Impairment reserve	-	-	-	-	-	-	-	-	-	262.77	(262.77)	-	-	-	-	-	-	-
Transfer under Debenture Redemption Reserve	-	-	-	-	-	-	-	-	(469.63)	-	469.63	-	-	-	-	-	-	-
Transfer under Revaluation Reserve	-	-	-	-	-	-	-	-	-	-	96.09	-	(96.09)	-	-	-	-	-
Transfer under Capital Redemption Reserve	-	-	100.00	-	-	-	-	-	-	-	(100.00)	-	-	-	-	-	-	-
Effect of changes in group's interest	-	-	-	-	-	-	-	-	-	-	(305.57)	(4.21)	-	-	-	(309.78)	(129.83)	(439.61)
Balance as at 31 March 2023	-	8,026.45	287.87	29,582.57	698.72	7,463.98	607.55	717.15	3,074.01	2,342.26	11,628.26	120.52	3,625.19	(1,700.00)	68.21	66,542.74	11,021.19	77,563.93
Profit or loss	-	-	-	-	-	-	-	-	-	-	4,207.00	-	-	-	-	4,207.00	1,073.47	5,280.47
Changes in accounting policy or prior period errors	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other comprehensive income	-	-	-	-	-	-	-	-	-	-	(16.17)	(62.47)	-	125.41	1,050.66	1,097.43	361.52	1,458.95
Total Comprehensive Income for the year	-	-	-	-	-	-	-	-	-	-	4,190.83	(62.47)	-	125.41	1,050.66	5,304.43	1,434.99	6,739.42
Dividends to equity shareholders	-	-	-	-	-	-	-	-	-	-	(1,110.47)	-	-	-	-	(1,110.47)	-	(1,110.47)
Transfers to securities premium on exercise of ESOP & SAR	-	-	-	24.65	(24.65)	-	-	-	-	-	-	-	-	-	-	-	-	-
Issue of equity instruments on ESOP & SAR	(17.14)	-	-	16.63	-	-	-	-	-	-	-	-	-	-	-	(0.51)	-	(0.51)
Share application money received	19.39	-	-	-	-	-	-	-	-	-	-	-	-	-	-	19.39	-	19.39
ESOP charge	-	-	-	-	9.60	-	-	-	-	-	-	-	-	-	-	9.60	-	9.60
SAR charge	-	-	-	-	36.42	-	-	-	-	-	-	-	-	-	-	36.42	-	36.42
Reversal on account of lapses of ESOP & SAR	-	-	-	-	(121.16)	-	-	-	-	-	-	-	-	-	-	(121.16)	-	(121.16)
ESOP & SAR charges transferred to reserves	-	-	-	-	(226.87)	-	-	-	-	-	-	-	-	-	-	(226.87)	-	(226.87)
Transfer Under 45-IC of the Reserve Bank of India Act, 1934	-	-	-	-	-	482.62	-	-	-	-	(482.62)	-	-	-	-	-	-	-
Transfer Under 29C of the National Housing Bank Act, 1987	-	-	-	-	-	-	38.60	-	-	-	(38.60)	-	-	-	-	-	-	-
Transfer under Impairment reserve	-	-	-	-	-	-	-	-	-	(125.41)	125.41	-	-	-	-	-	-	-
Transfer under Debenture Redemption Reserve	-	-	-	-	-	-	-	-	(386.00)	-	386.00	-	-	-	-	-	-	-
Transfer under Revaluation Reserve	-	-	-	-	-	-	-	-	-	-	257.02	-	(257.02)	-	-	-	-	-
Transfer under Capital Redemption Reserve	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
On account of Demerger (Refer note 75)	-	-	-	-	-	-	-	-	-	-	(23,531.81)	-	-	-	-	(23,531.81)	-	(23,531.81)
Effect of changes in group's interest	-	-	-	-	-	-	-	-	-	-	(170.85)	(26.19)	-	-	-	(197.04)	413.06	216.02
Balance as at 31 March 2024	2.25	8,026.45	287.87	29,623.85	372.06	7,946.60	646.15	717.15	2,688.01	2,216.85	(8,746.83)	31.86	3,368.17	(1,574.59)	1,118.87	46,724.72	12,869.24	59,593.96

Refer note 31 for information on nature of reserves maintained at Group level

The accompanying notes are an integral part of the Consolidated Financial Statements. 1 to 82

As per our report of even date attached.

For Nangia & Co. LLP
Chartered Accountants
ICAI Firms Registration Number: 002391C/N500069

Jaspreet Singh Bedi
Partner
Membership No: 601788

Mumbai 14 May 2024

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Chairman & Managing Director
DIN: 00008322

Venkatchalam Ramaswamy
Vice Chairman & Executive Director
DIN : 00008509

Ananya Suneja
Chief Financial Officer

Tarun Khurana
Company Secretary
Membership No: 12344

14 May 2024

Notes to the consolidated financial statements

1. Corporate Information

Edelweiss Financial Services Limited (the Holding Company), Public Limited company domiciled in India, and incorporated on 21st November 1995 under the provision of Companies Act, 1956. The shares of the Holding Company are listed on Bombay Stock Exchange (BSE) and National Stock Exchange (NSE), India. The Holding Company is principally engaged in providing investment banking services and holding company activities comprising of development, managerial and financial support to the business of Edelweiss group entities. The Holding Company has its registered office at Edelweiss House, Off C.S.T. Road, Kalina, Mumbai, India.

2. Basis of preparation of consolidated financial statements

The consolidated financial statements relate to Edelweiss Financial Services Limited ('the Holding Company') and its subsidiaries, consolidating trusts (together 'the Group') and associates. The Group offers wide suite of financial services products to retail and institutional customers. Group is primarily engaged in (a) agency business, which includes advisory and other fee based services, (b) Capital business which includes lending business and investment activities, (c) Life insurance and General insurance business (d) Asset reconstruction business and (e) Treasury business includes income from trading activities.

The consolidated financial statements of the Group have been prepared in accordance with Indian Accounting Standards (Ind AS) notified under the Companies (Indian Accounting Standards) Rules, 2015 (as amended from time to time). These consolidated financial statements have been approved for issue by the Board of Directors of the Holding Company on 14 May 2024.

These consolidated financial statements have been prepared on a historical cost basis, except for entities under liquidation/ dissolution[1] and certain financial instruments such as financial asset measured at fair value through other comprehensive income (FVOCI) instruments, derivative financial instruments, fair value through Profit or Loss and other financial assets held for trading, certain property plant and equipment which have been measured at fair value. The consolidated financial statements are presented in Indian Rupees (INR) and all values are rounded to the nearest million, except when otherwise indicated.

3. Presentation of financial statements

The Group prepares and presents its balance sheet in order of liquidity in compliance with the Division III of the Schedule III to the Companies Act, 2013. An analysis regarding recovery or settlement within 12 months after the reporting date (current) and more than 12 months after the reporting date (noncurrent) .

4. Basis of consolidation:

The consolidated financial statements incorporate the financial statements of the Holding Company and all its subsidiaries as at 31 March 2024 including any controlled structured entities, being the entities that it controls . Control is achieved when the Group is exposed, or has rights, to variable returns from its involvement with the investee and has the ability to affect those returns through its power over the investee. Generally, there is a presumption that a majority of voting rights result in control. To support this presumption and when the Group has less than a majority of the voting or similar rights of an investee, the Group considers all relevant facts and circumstances in assessing whether it has power over an investee, including:

[1] Refer note 57

- The contractual arrangement with the other vote holders of the investee
- Rights arising from other contractual arrangements
- The Group's voting rights and potential voting rights
- The size of the Group's holding of voting rights relative to the size and dispersion of the holdings of the other voting rights holders

Consolidation of a subsidiary begins when the Group obtains control over the subsidiary. In the event of any change in one or more of the three elements of control, the Group reassess nature of control and stops consolidation if it concludes that the Group has lost the control over the subsidiary. Assets, liabilities, income and expenses of a subsidiary acquired or disposed of during the year are included in the consolidated financial statements from the date the Group gains control until the date the Group ceases to control the subsidiary.

Consolidated financial statements are prepared using uniform accounting policies for like transactions and other events in similar circumstances. If a member of the Group uses accounting policies other than those adopted in the consolidated financial statements for like transactions and events in similar circumstances, appropriate adjustments are made to that Group member's financial statements in preparing the consolidated financial statements to ensure conformity with the Group's accounting policies. No subsidiaries, associates and consolidated structure entities have followed different accounting policies than those followed by the Group for the preparation of these consolidated financial statements.

Consolidation procedure:

a. Combine like items of assets, liabilities, equity, income, expenses and cash flows of the parent with those of its subsidiaries. For this purpose, income and expenses of the subsidiary are based on the amounts of the assets and liabilities recognised in the consolidated financial statements at the acquisition date.

b. Offset (eliminate) the carrying amount of the parent's investment in each subsidiary and the parent's portion of equity of each subsidiary. Business combinations policy explains how to account for any related goodwill, refer note no 5.25

c. Eliminate in full intragroup assets and liabilities, equity, income, expenses and cash flows relating to transactions between entities of the Group (profits or losses resulting from intragroup transactions that are recognised in assets, are eliminated in full). Income Taxes applies to temporary differences that arise from the elimination of profits and losses resulting from intragroup transactions.

   Profit or loss and each component of Other Comprehensive Income (OCI) are attributed to the equity holders of the parent of the Group and to the non-controlling interests, even if this results in the non-controlling interests having a deficit balance.

A change in the ownership interest of a subsidiary, without loss of control, is accounted for as an equity transaction. With respect to put options granted by the Group to the holders of non-controlling interests in a subsidiary, where the Group does not have a present ownership interest in the shares subject to put, till the put remains unexercised, non-controlling continues to be recognised including allocation of profit or loss, other comprehensive income and other changes in equity of the subsidiary. However, at each reporting date, the non-controlling interest is derecognised as if it were acquired at that date and a financial liability is recognised and measured at its fair value. The difference between these two amounts is recognised as an equity transaction and attributed to owners of the parent.

Given the level of judgement required regarding consolidation of structured entities, these considerations are described further in the significant accounting judgements .

The financial statements of all subsidiaries incorporated outside India are converted on the following basis: (a) Income and expenses are converted at the average rate of exchange applicable for the period/year and (b) All assets and liabilities are translated at the closing rate as on the Balance Sheet date. The exchange difference arising out of period/year end translation is debited or credited as "Exchange differences on translating the financial statements of a foreign operation" forming part of Other Comprehensive Income and accumulated as a separate component of other equity.

Investment in associates:

An associate is an entity over which the Group has the significant influence/power to participate in the financial and operating policy decision of the investee, but it's not control or joint control over those policies.

The Group's investments in its associate is accounted for using the equity method. Under the equity method, the investment in an associate is initially recognised at cost. The carrying amount of the investment is adjusted to recognise changes in the Group's share of net assets of the associate since the acquisition date. The Statement of Profit and Loss reflects the Group's share of the results of operations of the associate. Any change in OCI of those investees is presented as part of the Group's OCI. In addition, when there has been a change recognised directly in the equity of the associate, the Group recognises its share of any changes, when applicable, in the Statement of Changes in Equity. Unrealised gains and losses resulting from transactions between the Group and the associate are eliminated to the extent of the interest in the associate.

5. Material accounting policies

This note provides the material accounting policies adopted in the preparation of these consolidated financial statements. These policies have been consistently applied to all the years presented, unless otherwise stated.

5.1. Recognition of Interest, Dividend income and Donation income

Interest Income

Interest income is recorded using the effective interest rate (EIR) method for all financial instruments measured at amortised cost and debt instrument measured at FVOCI. The EIR is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to the gross carrying amount of the financial asset.

The EIR is calculated by taking into account any discount or premium on acquisition, fees and costs attributable to acquisition of a financial instrument Hence, it recognises the effect of potentially different interest rates charged at various stages, and other characteristics of the product life cycle (including prepayments, penalty interest and charges).

If expectations regarding the cash flows on the financial asset are revised for reasons other than credit risk, the adjustment is booked as modification gain/loss to the carrying amount of the asset in the balance sheet with an increase or reduction in interest income.

When a financial asset becomes credit-impaired and is, therefore, regarded as 'Stage 3', the Group calculates interest income by applying the effective interest rate to the amortised cost net of impairment loss of the financial asset. If the financial assets cures and is no longer credit-impaired, the Group reverts to calculating interest income on a gross basis.

For purchased or originated credit-impaired (POCI) financial assets, the Group calculates interest income by calculating the credit- adjusted EIR and applying that rate to the amortised cost of the asset. The credit-adjusted EIR is the interest rate that, at original recognition, discounts the estimated future cash flows (including credit losses) to the amortised cost of the POCI assets.

Interest on financial assets subsequently measured at fair value through profit or loss (FVTPL) is recognised at the contractual rate of interest.

Dividend Income

Dividend income is recognised in profit or loss when the Group's right to receive payment of the dividend is established, it is probable that the economic benefits associated with the dividend will flow to the entity, and the amount of the dividend can be measured reliably.

Donation/grants received

General donations are recognised as income in the year of receipt in the statement of profit and loss. Amount received with a specific direction from donors towards a particular project for more than a financial year is recognized as income, only to the extent of cost incurred in that financial year and balance is recorded as liability. Amounts received with a specific direction from donors that such amounts shall from a part of Corpus of the Foundation are credited as Corpus Fund and disclosed as a liability in the Balance Sheet.

5.2 Financial Instruments

5.2.1 Date of recognition

Financial assets and financial liabilities, with the exception of debt securities and borrowings are initially recognised on the trade date, i.e., the date that the Group becomes a party to the contractual provisions of the instrument. This includes regular way trades: purchases or sales of financial assets that require delivery of assets within the time frame generally established by regulation or convention in the marketplace. The Group recognises borrowings when funds are available for utilisation to the Group.

5.2.2 Initial measurement of financial instruments

Financial assets and financial liabilities are initially measured at fair value. Trade receivables are measured at transaction price. 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 of the financial assets or financial liabilities, as appropriate, on initial recognition. Transaction costs directly attributable to the acquisition of financial assets or financial liabilities at fair value through profit or loss are recognised immediately in profit or loss.

5.2.3 Day 1 profit or loss

When the transaction price of the financial instrument differs from the fair value at origination and the fair value is based on a valuation technique using only inputs observable in market transactions, the Group recognises the difference between the transaction price and fair value in net gain on fair value changes. In those cases where fair value is based on models for which some of the inputs are not observable, the difference between the transaction price and the fair value is deferred and is only recognised in profit or loss when the inputs become observable, or when the instrument is derecognised.

5.3 Classification of financial instruments

5.3.1 Financial assets:

The Group classifies all its financial assets based on the business model for managing the assets and the asset's contractual Terms. Financial Assets are measured at either:

- Amortised cost; or
- Fair value through other comprehensive income [FVOCI]; or
- Fair value through profit or loss [FVTPL]

The Group measures debt financial assets that meet the following conditions at amortised cost:

- the financial asset is held within a business model whose objective is to hold financial assets in order 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 on the principal amount outstanding.

Debt financial instruments that meet the following conditions are subsequently measured at fair value through other comprehensive income (except for debt instruments that are designated as at fair value through profit or loss on initial recognition):

- the financial asset is held within a business model whose objective is achieved both by collecting contractual cash flows and selling the financial assets; and
- the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

All other financial assets are initially measured at fair value and subsequently measured at FVTPL.

5.3.1.1 Amortised cost and Effective interest method

The amortised cost of a financial asset is the amount at which the financial asset is measured at initial recognition minus the principal repayments, plus the cumulative amortisation using the effective interest method of any difference between that initial amount and the maturity amount. On the other hand, the net gross carrying amount of a financial asset is the amortised cost of a financial asset after adjusting for any loss allowance.

5.3.1.2 Financial assets held for trading

The Group classifies financial assets as held for trading when they have been purchased or issued primarily for short-term profit making through trading activities or form part of a portfolio of financial instruments that are managed together, for which there is evidence of pattern of short-term profit taking. Held-for- trading assets are recorded and measured in the balance sheet at fair value. Such Financial assets are designated at FVTPL.

5.3.1.3 Financial asset measured at FVOCI

Unrealised gains or losses on debt instruments measured at FVOCI are recognised in other comprehensive income, and on derecognition of such instrument accumulated gains or losses are recycled to profit and loss statement. Interest income on such instrument is recognised in profit and loss statements using EIR method.

5.3.1.4 Investment in equity instruments

The Group subsequently measures all equity investments at fair value through profit or loss, unless the management has elected to irrevocably classify some of its strategic equity investments to be measured at FVOCI. Such classification is determined on an instrument- by-instrument basis.

5.3.2 Financial liabilities

All financial liabilities are measured at amortised cost except loan commitments, financial guarantees, and derivative financial liabilities.

5.3.2.1 Debt securities and other borrowed funds

After initial measurement, debt issued and other borrowed funds are subsequently measured at amortised cost. Amortised cost is calculated by taking into account any discount or premium on issue funds, and costs that are an integral part of the instrument.

The Group issues certain non-convertible debentures, the return of which is linked to performance of specified indices over the period of the debenture. Such debentures have a component of an embedded derivative which is separated from the instrument on initial recognition and fair valued at reporting date. The resultant 'net unrealised loss or gain' on the fair valuation of these embedded derivatives is recognised in the statement of profit and loss. The debt component of such debentures is measured at amortised cost using yield to maturity basis.

5.3.2.2 Financial assets and financial liabilities at fair value through profit or loss

Financial assets and financial liabilities in this category are those that are not held for trading and have been either designated by management upon initial recognition or are mandatorily required to be measured at fair value. An individual instrument is designated at FVTPL upon initial recognition only when one of the following criterias are met.

- The designation eliminates, or significantly reduces, the inconsistent treatment that would otherwise arise from measuring the assets or liabilities or recognising gains or losses on them on a different basis; or
- The liabilities are part of a group of financial liabilities, which are managed and their performance evaluated on a fair value basis, in accordance with a documented risk management or investment strategy; or
- The liabilities containing one or more embedded derivatives, unless they do not significantly modify the cash flows that would otherwise be required by the contract, or it is clear with little or no analysis when a similar instrument is first considered that separation of the embedded derivative(s) is prohibited.

Financial assets and financial liabilities measured at FVTPL are recorded in the balance sheet at fair value and any changes in fair value are recorded in profit and loss. Interest earned or incurred on instruments designated at FVTPL is accrued in interest income or finance cost, as the case may be, using the EIR, taking into account any discount/ premium and qualifying transaction costs being an integral part of instrument. Interest earned on assets mandatorily required to be measured at FVTPL is recorded using contractual interest rate.

5.3.2.3 Financial guarantee:

Financial guarantees are contracts that require the Group to make specified payments to reimburse to holder for loss that it incurs because a specified debtor fails to make payment when it is due in accordance with the terms of a debt instrument.

Financial guarantee issued or commitments to provide a loan at below market interest rate are initially measured at fair value and the initial fair value is amortised over the life of the guarantee or the commitment. Subsequently they are measured at higher of this amortised amount and the amount of loss allowance.

5.3.2.4 Loan commitment

Undrawn loan commitments are commitments under which, the Group is required to provide a loan with pre-specified terms to the customer during the duration of commitment.

5.3.3 Financial liabilities and equity instruments

Financial instruments issued by the group are classified as either financial liabilities or as equity in accordance with the substance of the contractual arrangements and the definitions of a financial liability and an equity instrument.

An equity instrument is any contract that evidences a residual interest in the assets of an entity after deducting all of its liabilities. Equity instruments issued by a group entity are recognised at the proceeds received, net of direct issue costs.

Repurchase of the Group's own equity instruments is recognised and deducted directly in equity. No gain or loss is recognised in profit or loss on the purchase, sale, issue or cancellation of the Group's own equity instruments.

Derivatives

The Group enters into a variety of derivative financial instruments to manage its exposure to interest rate and foreign exchange rate risks, including foreign exchange forward contracts and interest rate swaps.

A derivative is a financial instrument or other contract with all three of the following characteristics:

- Its value changes in response to the change in a specified interest rate, financial instrument price, commodity price, foreign exchange rate, index of prices or rates, credit rating or credit index, or other variable, provided that, in the case of a non- financial variable, it is not specific to a party to the contract (i.e., the 'underlying').
- It requires no initial net investment or an initial net investment that is smaller than would be required for other types of contracts expected to have a similar response to changes in market factors.
- It is settled at a future date.

The Group issues non-convertible debentures, the return of which is linked to performance of specified indices over the period of the debenture. Group enters into derivative contracts to effectively mitigate the risk on such exposure by either minimising the loss or earn a minimum committed income (say for example purchased call and put options) with a wide range of strike prices. This risk mitigation plan has been approved by the risk committee.

Derivatives are initially recognised at fair value and are subsequently re-measured at fair value and the resulting gain or loss is recognised in profit or loss immediately.

Embedded derivatives

An embedded derivative is a component of a hybrid instrument that also includes a non-derivative host contract with the effect that some of the cash flows of the combined instrument vary in a way similar to a standalone derivative An embedded derivative causes some or all of the cash flows that otherwise would be required by the contract to be modified according to a specified interest rate, foreign exchange rate, or other variable, provided that, in the case of a non-financial variable, it is not specific to a party to the contract.

Derivatives embedded in all other host contracts are accounted for as separate derivatives and recorded at fair value if their economic characteristics and risks are not closely related to those of the host contracts and the host contracts are not held for trading or designated at fair value though profit or loss. These embedded derivatives are measured at fair value with changes in fair value recognised in profit or loss, unless designated as effective hedging instruments.

5.4 Reclassification of financial assets and financial liabilities

The Group does not reclassify its financial assets subsequent to their initial recognition, apart from the exceptional circumstances in which the Group acquires, disposes of, or terminates a business line. Financial liabilities are never reclassified.

5.5 Derecognition of financial assets and financial liabilities

5.5.1 Derecognition of financial assets due to substantial modification of terms and conditions

The Group derecognises a financial asset, such as a loan to a customer, when the terms and conditions have been renegotiated to the extent that, it substantially becomes a new financial assets. In these case to the extent that impairment loss has not already been recorded difference is recognised as derecognition gain or loss in the statement of profit and loss. The newly recognised financial asset are treated as Stage 1 for ECL measurement purposes, unless the new financial asset is classified as Purchased Or Originated Credit Impaired (POCI) assets.

While assessing whether or not to derecognise a financial asset, the Group considers the following factors:

- Change in currency of the loan
- Introduction of an equity feature
- Change in counterparty

If the modification does not result in cash flows that are substantially different, the modification does not result in derecognition. Group calculates modified carrying value by discounting modified cash flow at the original EIR and records a modification gain or loss, to the extent that an impairment loss has not already been recorded.

5.5.2 Derecognition of financial assets (other than due to substantial modification)

A financial asset (or, where applicable, a part of a financial asset or part of a group of similar financial assets) is derecognised when the rights to receive cash flows from the financial asset have expired. The Group also derecognises the financial asset if it has transferred the financial asset and the transfer qualifies for derecognition.

The Group has transferred the financial asset if, and only if, either:

- The Group has transferred its contractual rights to receive cash flows from the financial asset; or
- It retains the rights to the cash flows, but has assumed an obligation to pay the received cash flows in full without
  material delay to a third party under a 'pass–through' arrangement.

Pass -through arrangements are transactions whereby the Group retains the contractual rights to receive the cash flows of a financial asset (the 'original asset'), but assumes a contractual obligation to pay those cash flows to one or more entities (the 'eventual recipients'), when all of the following conditions are met:

- The Group has no obligation to pay amounts to the eventual recipients unless it has collected equivalent amounts from the original asset, excluding short-term advances with the right to full recovery of the amount lent plus accrued interest at market rates
- The Group cannot sell or pledge the original asset other than as security to the eventual recipients

The Group has to remit any cash flows it collects on behalf of the eventual recipients without material delay. In addition, the Group is not entitled to reinvest such cash flows, except for investments in cash or cash equivalents including interest earned, during the period between the collection date and the date of required remittance to the eventual recipients.

A transfer qualifies for derecognition only if either:

- The Group has transferred substantially all the risks and rewards of the asset; or
- The Group has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset

The Group considers control to be transferred if and only if, the transferee has the practical ability to sell the asset in its entirety to an unrelated third party and is able to exercise that ability unilaterally and without imposing additional restrictions on the transfer.

5.5.3 Derecognition of financial liabilities

A financial liability is derecognised when the obligation under the liability is discharged, cancelled or expires.

Where an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing financial liability are substantially modified, such an exchange or modification is treated as a derecognition of the original financial liability and a new financial liability is recognised. The difference between the carrying value of the original financial liability and the consideration paid, including modified contractual cash flow recognised as new financial liability, would be recognised in profit or loss.

5.6 Impairment of financial assets

The Group records allowance for expected credit losses for all financial assets, other than financial assets held at FVTPL, together with loan commitment and financial guarantee contracts. Equity instruments are not subjected to impairment allowance.

The Group follows 'simplified approach' for recognition of impairment loss allowance on trade receivables and lease receivables. The application of simplified approach does not require the Group to track changes in credit risk. Rather, it recognises impairment loss allowance based on lifetime ECLs at each reporting date, right from its initial recognition. The Group uses a provision matrix to determine impairment loss allowance on portfolio of its receivables. The provision matrix is based on its historically observed default rates over the expected life of the receivables. However, if receivables contain a significant financing component, the Group measures the loss allowance by applying general approach.

For all other financial assets, where ECL to be recognised, the Group recognises lifetime ECL when there has been a significant increase in credit risk (SICR) since initial recognition. If, on the other hand, the credit risk has not increased significantly since initial recognition, the Group measures the loss allowance for such instrument at an amount equal to 12-month expected credit losses (12m ECL). The assessment of whether lifetime ECL should be recognised is based on significant increases in the likelihood or risk of a default occurring since initial recognition instead of an evidence of a financial asset being credit-impaired at the reporting date or an actual default occurring.

Lifetime ECL represents the expected credit losses that will result from all possible default events over the expected life. In contrast, 12m ECL represents the portion of lifetime ECL that is expected to result from default events that are possible within 12 months after the reporting date.

The measurement of ECL is a function of the probability of default (PD), loss given default (LGD) (i.e. the magnitude of the loss if there is a default) and the exposure at default (EAD). The assessment of the PD and LGD is based on historical data adjusted for forward-looking information. EAD, for financial assets, is represented by the assets' gross carrying amount at the reporting date; for loan commitments and financial guarantee contracts, the EAD includes the amount drawn down as at the reporting date, together with any additional amounts expected to be drawn down in the future by default date determined based on historical trend, the Group's understanding of the specific future financing needs of the borrowers, and other relevant forward-looking information.

For financial assets, ECL is estimated as the difference between all contractual cash flows that are due to the Group in accordance with the contract and all the cash flows that the Group expects to receive, discounted at the original effective interest rate. The Group recognises an impairment loss or reversal of impairment loss in the profit and loss statement with a corresponding adjustment to their carrying amount through a loss allowance account.

If a financial instrument includes both a loan (i.e. financial asset) and an undrawn commitment (i.e. loan commitment) component and the Group cannot separately identify the ECL on the loan commitment component from those on the financial asset component, the ECL on the loan commitment is recognised together with the loss allowance for the financial asset. To the extent that the combined ECL exceed the gross carrying amount of the financial asset, excess amount is recognised as a provision. For other loan commitments and all financial guarantee contracts, the loss allowance is recognised as provision.

5.7 Collateral valuation

To mitigate its credit risks on financial assets, the Group seeks to use collateral, where possible. The collateral comes in various forms, such as cash, securities, letters of credit/guarantees, real estate, receivables, inventories, other non-financial assets and credit enhancements such as netting agreements. Depending on its form, Collateral can have a significant financial effect in mitigating the Group's credit risk and the fair value of collateral affects the calculation of ECLs. Fair value of Collateral is generally assessed, at the inception and re- assessed on a periodical basis. Collateral with frequent changes in underlying value and requiring counterparty to maintain stipulated margin/security cover, is valued daily

To the extent possible, the Group uses active market data for valuing financial assets held as collateral. Other financial assets which do not have readily determinable market values are valued using valuation models.

5.8 Repossessed Collateral

The Group’s policy is to determine whether a repossessed asset can be best used for its internal operations or should be sold. Repossessed assets determined to be useful for the internal operations are transferred to their relevant asset category at the lower of their repossessed value or the carrying value of the original secured asset. Other assets are transferred to ‘Assets held for sale’ at their fair value (if financial assets) and fair value less cost to sell for non-financial assets at the repossession date in, line with the Group’s policy.

In its normal course of business, the Group does not physically repossess properties or other assets in its retail portfolio, but engages external agents to recover funds, generally at auction, to settle outstanding debt. Any surplus funds are returned to the customers/obligors.

5.9 Write off

Financial assets are written off either partially or in their entirety only when the Group has no reasonable expectation of recovery. Any subsequent recoveries are credited to impairment on financial instrument on statement of profit and loss.

5.10 Forborne and modified loan

Considering borrower's financial difficulties the Group may sometimes make some concessions or modifications to the original terms of loans . The Group considers a loan forborne when such concessions or modifications are provided as a result of the borrower's present or expected financial difficulties and the Group would not have agreed to them if the borrower had been in good financial health. Forbearance may involve extending the payment arrangements and the agreement of new loan conditions. Once the terms are renegotiated, impairment is measured using the original EIR on modified cash flows. Where such concessions are granted Group continue to monitor forborne loans for an observable period for regular payment of renegotiated cash flows. Group evaluates each case for derecognition and classification of loan in Stage 2 or Stage 3.. If these procedures identify a loss in relation to a loan, it is disclosed and managed as an impaired Stage 3 forborne asset, until it is collected or written off.

5.11 Determination of fair value

The Group measures its qualifying financial instruments, at fair value at each balance sheet date. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

- In the principal market for the asset or liability, or
- In the absence of a principal market, in the most advantageous market for the asset or liability

The principal or the most advantageous market must be accessible by the Group.

The Group uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximising the use of relevant observable inputs and minimising the use of unobservable inputs. In order to show how fair values have been derived, financial instruments are classified based on a hierarchy of valuation techniques, as summarised below:

- Level 1 financial instruments −Those where the inputs used in the valuation are unadjusted quoted prices from active markets for identical assets or liabilities that the Group has access at the measurement date. The Group considers markets as active only if there are sufficient trading activities with regards to the volume and liquidity of the identical assets or liabilities and when there are binding and exercisable price quotes available on the balance sheet date.
- Level 2 financial instruments−Those where the inputs that are used for valuation are significant and are derived from directly or indirectly observable market data available over the entire period of the instrument's life.
- Level 3 financial instruments −Those that include one or more unobservable input that is significant to the measurement as whole. For assets and liabilities that are recognised in the financial statements on a recurring basis, the Group determines whether transfers have occurred between levels in the hierarchy by re-assessing categorisation (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period. The Group periodically reviews its valuation techniques including the adopted methodologies and model calibrations.

Therefore, the Group applies various techniques to estimate the credit risk associated with its financial instruments measured at fair value, which include a portfolio-based approach that estimates the expected net exposure per counterparty over the full lifetime of the individual assets, in order to reflect the credit risk of the individual counterparties for non-collateralised financial instruments.

The Group evaluates the levelling at each reporting period on an instrument-by-instrument basis and reclassifies instruments when necessary based on the facts at the end of the reporting period.

5.12 Revenue from contracts with customers

Revenue is measured at transaction price i.e. the amount of consideration to which the Group expects to be entitled in exchange for transferring promised goods or services to the customer, excluding amounts collected on behalf of third parties. The Group consider the terms of the contract and its customary business practices to determine the transaction price. Where the consideration promised is variable, the Group excludes the estimates of variable consideration that are constrained. The Group applies the five-step approach for the recognition of revenue:

I. Identification of contract

II. Identification of the separate performance obligation in the contract

III. Determination of transaction price

IV. Allocation of transaction price to separate performance obligation and

V. Recognition of revenue when (or as) each performance obligation is satisfied The Group recognises revenue

(net of applicable Goods and Service Tax (GST)) from the following sources:

a. Fee income including investment banking, advisory fees and syndication fees, is accounted in accordance with agreement entered into with respective investment managers / advisors.

b. Clearing fee income arises, when the performance obligation related to trade is executed and a valid contract is generated for the trade. Fee income is accounted for, at a point in time or over a period of time in accordance with the terms and contracts entered into between the Group and the counterparty.

c. Brokerage income including client subscription fees is recognised as per contracted rates at the point in time when transaction's performance obligation is satisfied on behalf of the customers on the trade date.

d. Investment management fees are recognised net of GST over the tenure in accordance with the Investment Management Agreement with Investment Manager.

e. Management fee from trusts declared by it for acquisition of financial assets and the same is accounted for over the tenure as per terms of the relevant trust deeds and offer document issued by the Trust. Further any upside share in excess realisation over acquisition price of financial asset is recognised in accordance with terms of the relevant trust deed/offer document. Redemption incentive and recovery incentive is accounted over the period on cash basis, i.e. as and when received by the Group as per the terms of the relevant trust deeds and offer document issued by the Trust.

f. Portfolio management fees are recognised over the tenure in accordance with portfolio management agreement entered with respective clients.

g. Interest on delayed payments and rental income are recognised as revenue on certainty of realisation.

h. Agency commission/procurement income is recorded in pursuant to terms and conditions mentioned in scope of work or agreement.

i. Real estate advisory fee is recognised as per the terms and conditions mentioned in the agreement.

j. Revenue from fund management services (excluding mutual fund business) is recognised over the tenure in accordance with the terms and conditions of the investment management agreement between the Group and the Fund for which the Group acts as a fund manager.

k. Revenue from rendering of trustee services is recognised in accordance with the terms and conditions of the Compensation Agreement between the trustee company and the fund.

l. Sales of Commodities is accounted as per the terms of agreement with parties.

m. The Group recognises incremental costs of obtaining a contract with a customer as an asset if it expects to recover those costs. This asset is amortised to profit or loss on a systematic basis consistent with the transfer to the customer of the goods or services to which the asset relates.

n. Lease rentals are recognised as income in Statement of Profit and Loss on a straight-line basis over the lease term. Costs related to operating and maintenance of investment property is recognised as expense.

o. Insurance and other claims are recognised as revenue on certainty of realisation.

p. Profit or loss on sale of investments is recognised on trade date basis.

5.13 Leases

Group as a lessee

The Group makes an assessment of lease at the time of inception of a contract and if the contract conveys the right to control the use of an identified asset for a period in exchange for consideration, same is recognised as Lease liability. The Group applies a single recognition and measurement approach for all leases, except for short-term leases and leases of low-value assets. The Group recognises lease liabilities to make lease payments and right-of-use assets representing the right to use the underlying assets.

Lease Liabilities

At the initial recognition, the Group measures lease liabilities at present value of all lease payments discounted, using the Group's incremental cost of borrowing, to be made over the lease term. The lease payments include fixed payments (including in substance fixed payments) less any lease incentives receivable, variable lease payments that depend on an index or a rate, and amounts expected to be paid under residual value guarantees.

Subsequently, the lease liability is

- increased to reflect the accretion of interest; and
- reduced for the lease payments made and
- remeasured to reflect any change in the lease term, change in the lease payments (e.g., changes to future payments resulting from a change in an index or rate used to determine such lease payments), or change in option to purchase the underlying asset.

Measurement of Right of use assets

The Group recognises 'Right-of-Use' assets at the commencement date of the lease (i.e., the date the underlying asset is available for use). The cost of 'Right-of-Use' assets includes the amount of lease liabilities recognised, initial direct costs incurred, and lease payments made at or before the commencement date less any lease incentives received.

Subsequently 'Right-of-Use' assets are measured at cost less any accumulated depreciation; and impairment losses; and adjusted for any remeasurement of lease liabilities.Right-of-use assets are depreciated on a straight-line basis over the lease term or the estimated useful lives of the assets whichever is short.

Short term lease

The Group has elected not to recognise 'Right of Use 'asset and lease liabilities for short term leases of 12 months or less. The Group recognises lease payment associated with these leases as expense on a straight- line basis over lease term.

Group as lessor

Leases in which the Group does not transfer substantially all the risks and rewards incidental to ownership of an asset is classified as operating leases. Rental income arising is accounted for on a straight-line basis over the lease terms. Initial direct costs incurred in negotiating and arranging an operating lease are added to the carrying amount of the leased asset and recognised over the lease term on the same basis as rental income. Contingent rents are recognised as revenue in the period in which they are earned.

Leases are classified as finance leases when substantially all of the risks and rewards of ownership transfer from the Group to the lessee. Amounts due from lessees under finance leases are recorded as receivables at the Group's net investment in the leases. Finance lease income is allocated to accounting periods so as to reflect a constant periodic rate of return on the net investment outstanding in respect of the lease.

5.14 Earnings per share

Basic earnings per share is computed by dividing the net profit after tax attributable to the equity shareholders of the Holding Company for the year by the weighted average number of equity shares outstanding for the year.

Diluted earnings per share reflect the potential dilution that could occur if securities or other contracts to issue equity shares were exercised or converted during the year. Diluted earnings per share is computed by dividing the net profit after tax attributable to the equity shareholders for the year by weighted average number of equity shares considered for deriving basic earnings per share and weighted average number of equity shares that could have been issued upon conversion of all dilutive potential equity shares.

5.15 Foreign currency transactions

The Consolidated Financial information are presented in Indian Rupees which is also functional currency of the Parent. For each entity the Group determines the functional currency and items included in the financial statements of each entity are measured using that functional currency. Transactions in currencies other than Indian Rupees (i.e. foreign currencies) are recognized at the rates of exchange prevailing at the dates of the transactions. At the end of each reporting period, monetary items denominated in foreign currencies are translated at the rates prevailing at that date. Non- monetary items carried at fair value that are denominated in foreign currencies are retranslated at the rates prevailing at the date when the fair value was determined. Non-monetary items that are measured in terms of historical cost in a foreign currency are not retranslated. Foreign exchange Translation Reserve (FCTR) thus created is recognised in Other Comprehensive Income.

In respect of monetary assets and liabilities, in ordinary course of business, are translated at exchange rate prevailing at the dates of the transactions and subsequently remeasured at rates prevailing at end of each reporting period. Exchange gain/(loss) arising thereof is recognised in profit or loss in the period in which they arise.

5.16 Retirement and other employee benefit

Provident fund and national pension scheme

The Group contributes to a recognised provident fund and national pension scheme which is a defined contribution scheme. The contributions are accounted for as expense, when an employee renders the related service in the statement of profit and loss.

Gratuity

The Group's gratuity scheme is a defined benefit plan. An independent actuarial valuation is carried out to determines the present value of the obligation under such benefit plan using the Projected Unit Credit Method. Benefits in respect of gratuity are funded with an Insurance company approved by Insurance Regulatory and Development Authority (IRDA). Any deficits in plan assets managed by Insurer as compared to present valuation of obligation, determined by actuary, are recognised as a liability.

Remeasurements, comprising of actuarial gains and losses, the effect of the asset ceiling, excluding amounts included in net interest on the net defined benefit liability and the return on plan assets (excluding amounts included in net interest on the net defined benefit liability), are recognised immediately in the balance sheet with a corresponding debit or credit to retained earnings through OCI in the period in which they occur.

Remeasurements are not reclassified to profit or loss in subsequent periods.

Compensated Absences

The eligible employees of the Group are permitted to carry forward certain number of their annual leave entitlement to subsequent years, subject to a ceiling. The Group recognises the charge in the statement of profit and loss and corresponding liability on such non- vesting accumulated leave entitlement based on a valuation by an independent actuary. The cost of providing annual leave benefits is determined using the projected unit credit method.

Past service costs are recognised in profit or loss on the earlier of:

- The date of the plan amendment or curtailment, and
- The date that the Group recognises related restructuring costs

Net interest is calculated by applying the discount rate to the net defined benefit liability or asset. The Group recognises the following changes in the net defined benefit obligation as an expense in the consolidated statement of profit and loss:

- Service costs comprising current service costs, past-service costs, gains and losses on curtailments and non-routine settlements; and
- Net interest expense or income

5.17 Share-based payment arrangements

Equity-settled share- based payments to employees are granted by the ultimate Holding Company. These are measured by reference to the fair value of the equity instruments at the grant date. These includes Stock Appreciation Rights (SARs) which grants employees right to receive the difference between the SAR price and the market price of equity shares of the ultimate Holding Company on the date of vesting. Settlement of the difference can be made, either in cash or by issuance of equity shares of the ultimate Holding Company, is at the discretion of the ultimate Holding Company. These are classified as equity settled share-based transaction.

The fair value determined at the grant date of the equity-settled share-based payments is expensed over the vesting period, based on the Group's estimate of equity instruments that will eventually vest, with a corresponding increase in equity. At the end of each reporting period, the Group estimates the number of equity instruments expected to vest. The impact of the revision over the original estimates, is recognised in profit or loss such that the cumulative expense reflects the revised estimate, with a corresponding adjustment to the 'ESOP reserve'. In cases where the share options granted vest in tranches over the vesting period, the Group treats each tranche as a separate grant, because of different vesting period and difference in, the fair value of each tranche.

5.18 Property, plant and equipment and right – of – use assets

Property plant and equipment (PPE) is stated at cost excluding the costs of day–to–day servicing, less accumulated depreciation and accumulated impairment in value. PPE is recognised when it is probable that future economic benefits associated with the item is expected to flow to the Company and the cost of the item can be measured reliably. Changes in the expected useful life are accounted for by changing the amortisation period or methodology, as appropriate, and treated as changes in accounting estimates.

Subsequent costs incurred on an item of property, plant and equipment is recognised in the carrying amount thereof when those costs meet the recognition criteria. Repairs and maintenance are recognised in profit or loss as cost.

An item of property, plant and equipment is derecognised upon disposal or when no future economic benefits are expected to arise from the continued use of the asset. Any gain or loss arising on the disposal or retirement of an item of property, plant and equipment is determined as the difference between the sales proceeds and the carrying amount of the asset and is recognised in the statement of profit and loss.

Capital work in progress is stated at cost, net of accumulated impairment loss, if any.

Depreciation is recognised so as to write off the cost of assets (other than freehold land and properties under construction) less their residual values over their useful lives. Depreciation is provided on a written down value basis from the date the asset is ready for its intended use or put to use whichever is earlier. In respect of assets sold, depreciation is provided upto the date of disposal.

As per the requirement of Schedule II of the Companies Act, 2013, the Group has evaluated the useful lives of the respective property, plant and equipment which are as per the provisions of Part C of the Schedule II for calculating the depreciation. The estimated useful lives of the property, plant and equipment are as follows:

Estimated useful lives of the assets are as follows:

Nature of assets	Estimated useful life
Building (other than Factory Building)	60 years
Plant and Equipments	15 years
Furniture and fixtures	10 years
Vehicles	8 years
Vessel (Boat)	13 years
Office Equipment	5 years
Computers - Servers and networks	6 years
Computers - End user devices, such as desktops, laptops, etc.	3 years
Solar power plant	15 years

Land and buildings are subsequently shown at fair value based on periodic valuations by external independent valuers, less subsequent depreciation for buildings. Valuations will be carried out on a regular basis, unless the management consider it appropriate to have an earlier revaluation, such that the carrying amount of property does not differ materially from that which would be determined using fair values at the end of the reporting period. Any accumulated depreciation at the date of revaluation is eliminated from the gross carrying amount of the asset, and the net amount is restated to the revalued amount of the asset.

Subsequent measurement of land and building under revaluation model
Increases in the carrying amount arising on revaluation of land and buildings are credited to other comprehensive income and shown as a revaluation reserve in shareholders' equity. An exception is a gain on revaluation that reverses a revaluation decrease (impairment) on the same asset previously recognised as an expense. Decreases that offset previous increases of the same asset are charged in other comprehensive income and debited against the revaluation reserve directly in equity; all other decreases are charged to profit or loss. Each year the difference between depreciation based on the revalued carrying amount of the asset charged to profit or loss and depreciation based on the asset's original cost is transferred from the revaluation reserve to retained earnings.

Right-of-use assets are depreciated on a straight-line basis over the lease term.

An item of property, plant and equipment is derecognised upon disposal or when no future economic benefits are expected to arise from the continued use of the asset. The carrying amount of those components which have been separately recognised as assets is derecognised at the time of replacement thereof. Any gain or loss arising on the disposal or retirement of an item of property, plant and equipment is determined as the difference between the sales proceeds and the carrying amount of the asset and is recognised in profit or loss.

The residual values, useful lives and methods of depreciation of property, plant and equipment are reviewed at each financial year end and adjusted prospectively, if appropriate

5.19 Intangible assets

The Group's intangible assets mainly include the value of computer software and management rights. An intangible asset is recognised only when its cost can be measured reliably and it is probable that the expected future economic benefits that are attributable to it will flow to the Group.

Intangible assets acquired separately are measured on initial recognition at cost. Intangible assets acquired in a business combination are recognised at their fair value as at the date of acquisition. Subsequently, intangible assets are carried at cost less any accumulated amortisation and any accumulated impairment losses. Intangible assets with finite lives are amortised over the useful economic life.

An intangible asset is derecognised on disposal, or when no future economic benefits are expected from use or disposal. Gains and losses arising from derecognition of an intangible asset, measured as the difference between the net disposal proceeds and the carrying amount of the assets are recognised in the statement of profit and loss when the asset is derecognised.

5.20 Impairment of non-financial assets

The Group assesses at each balance sheet date whether there is any indication that an asset may have be impaired based on internal/ external factors. If any such indication exists, the Group estimates the recoverable amount of the asset. If such recoverable amount of the asset or the recoverable amount of cash generating unit which the asset belongs to is less than its carrying amount, the carrying amount is reduced to its recoverable amount. The reduction is treated as an impairment loss and is recognised in the statement of profit and loss. If at the balance sheet date there is an indication that a previously assessed impairment loss no longer exists, the recoverable amount is reassessed and the asset is reflected at the recoverable amount subject to a maximum of the depreciable historical cost.

5.21 Cash and cash equivalents

Cash and cash equivalent in the balance sheet comprise cash at banks and on hand and short-term deposits with an original maturity of three months or less, that are readily convertible to a known amount of cash and subject to an insignificant risk of changes in value.

5.22 Provisions and other contingent liabilities

Provisions are recognised when the Group has a present obligation (legal or constructive) as a result of a past event, it is probable that the Group will be required to settle the obligation, and a reliable estimate can be made of the amount of the obligation. If the effect of the time value of money is material, provisions are determined by discounting the expected future cash flows to net present value using an appropriate pre- tax discount rate that reflects current market assessments of the time value of money and, where appropriate, the risks specific to the liability.

A present obligation that arises from past events, where it is either not probable that an outflow of resources will be required to settle or a reliable estimate of the amount cannot be made, is disclosed as a contingent liability. Contingent liabilities are also disclosed when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Group. Claims against the Group, where the possibility of any outflow of resources in settlement is remote, are not disclosed as contingent liabilities.

Contingent assets are not recognised in the financial statements since this may result in the recognition of income that may never be realised. However, when the realisation of income is virtually certain, then the related asset is not a contingent asset and is recognised.

5.23 Income tax

Income tax expense represents the sum of the current tax and deferred tax.

5.23.1 Current tax

The tax payable for the reporting period is computed on taxable profit for the year. The Group's current tax is calculated using tax rates and tax laws that have been enacted or substantively enacted by the end of the reporting period. Current income tax assets and liabilities are measured at the amount expected to be recovered from or paid to the taxation authorities. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted, at the reporting date in the countries where the Group operates and generates taxable income.

Current income tax relating to items recognised outside profit or loss is recognised outside profit or loss (either in other comprehensive income or in equity). Current tax items are recognised in correlation to the underlying transaction either in OCI or directly in equity. Management periodically evaluates positions taken in the tax returns with respect to situations in which applicable tax regulations are subject to interpretation and considers whether it is probable that a taxation authority will accept an uncertain tax treatment. The group shall reflect the effect of uncertainty for each uncertain tax treatment by using either most likely method or expected value method, depending on which method predicts better resolution of the treatment.

5.23.2 Deferred tax

Deferred tax is recognised using Balance Sheet approach on temporary differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit. Deferred tax liabilities are recognised for all taxable temporary differences. Deferred tax assets are recognised for all deductible temporary differences to the extent that it is probable that taxable profits will be available against which those deductible temporary differences can be utilised.

Deferred tax assets are also recognised with respect to carry forward of unused tax losses and unused tax credits to the extent that it is probable that future taxable profit will be available against which the unused tax losses and unused tax credits can be utilized, except;

- When the deferred tax asset relating to the deductible temporary difference arises from the initial recognition of an asset or liability in a transaction that is not a business combination and, at the time of the transaction, affects neither the accounting profit nor taxable profit or loss
- In respect of deductible temporary differences associated with investments in subsidiaries and associates, deferred tax assets are recognised only to the extent that it is probable that the temporary differences will reverse in the foreseeable future and taxable profit will be available against which the temporary differences can be utilised

It is probable that taxable profit will be available against which a deductible temporary difference, unused tax loss or unused tax credit can be utilised when there are sufficient taxable temporary differences which are expected to reverse in the period of reversal of deductible temporary difference or in periods in which a tax loss can be carried forward or back. When this is not the case, deferred tax asset is recognised to the extent it is probable that:

- the entity will have sufficient taxable profit in the same period as reversal of deductible temporary difference or periods in which a tax loss can be carried forward or back; or

- tax planning opportunities are available that will create taxable profit in appropriate periods.

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

Deferred tax liabilities and assets are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realised, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period.The measurement of deferred tax liabilities and assets reflects the tax consequences that would follow from the manner in which the subsidiaries expects, at the end of the reporting period, to recover or settle the carrying amount of its assets and liabilities.

The Group offsets deferred tax assets and deferred tax liabilities if and only if it has a legally enforceable right to set off current tax assets and current tax liabilities and the deferred tax assets and deferred tax liabilities relate to income taxes levied by the same taxation authority on either the same taxable entity or different taxable entities which intend either to settle current tax liabilities and assets on a net basis, or to realise the assets and settle the liabilities simultaneously, in each future period in which significant amounts of deferred tax liabilities or assets are expected to be settled or recovered.

Current and deferred tax are recognised in profit or 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.

Minimum alternate tax (MAT)

MAT paid in a year is charged to the statement of profit and loss as current tax. The Group recognises unused MAT credit as a deferred tax asset only to the extent that it is probable that the Group will be able to utilise during the specified period, i.e., the period for which MAT credit is allowed to be carried forward. In the year in which the Group recognises deferred tax asset (MAT credit) as an asset, the said asset is created by way of credit to the statement of profit and loss. The Group reviews the MAT asset at each reporting date and writes down the asset to the extent that it is not probable that the Group will be able to utilise it during the specified period

5.24 Investment properties

Properties, including those under construction, held to earn rentals and/or capital appreciation are classified as investment property and are measured and reported at cost, including transaction costs. Subsequent to initial recognition, investment properties are stated at cost less accumulated depreciation and accumulated impairment loss, if any.

Depreciation is recognised using written down method so as to write off the cost of the investment property less their residual values over their useful lives specified in Schedule II to the Companies Act, 2013 or in the case of assets where the useful life was determined by technical evaluation, over the useful life so determined. Depreciation method is reviewed at each financial year end to reflect the expected pattern of consumption of the future benefits embodied in the investment property. The estimated useful life and residual values are also reviewed at each financial year end and the effect of any change in the estimates of useful life/residual value is accounted on prospective basis.

An investment property is derecognised upon disposal or when the investment property is permanently withdrawn from use and no future economic benefits are expected from the disposal. Any gain or loss arising on derecognition of property is recognised in the Statement of Profit and Loss in the same period.

5.25 Business Combination

The acquisition method of accounting is used for business combinations by the Group. The cost of an acquisition is measured as the aggregate of the consideration transferred measured at acquisition date fair value and the amount of any non-controlling interests in the acquiree. At the acquisition date, the identifiable assets acquired and the liabilities assumed are recognised at their acquisition date fair values. Goodwill is initially measured as the excess of the aggregate of the consideration transferred and the amount recognised for non-controlling interests, and any previous interest held, over the net identifiable assets acquired and liabilities assumed. After initial recognition, goodwill is tested for impairment annually or more frequently if impairment indicators exists. For the purpose of impairment testing, goodwill acquired in a business combination is, from the acquisition date, allocated to each of the Group's cash-generating units that are expected to benefit from the combination, irrespective of whether other assets or liabilities of the acquiree are assigned to those units.

Business combination under common control

Common control business combinations includes transactions, such as transfer of subsidiaries or businesses, between entities within a group. Group has accounted all such transactions based on pooling of interest method, as follows:-

- The assets and liabilities of the combining entities are reflected at their carrying amounts.
- No adjustments are made to reflect fair values, or recognise any new assets or liabilities.
- The financial information in the financial statements in respect of prior periods are restated as if the business combination had occurred from the beginning of the preceding period in the financial statements, irrespective of the actual date of the combination.

The identity of the reserves shall be preserved and shall appear in the financial statements of the transferee in the same form in which they appeared in the financial statements of the transferor. The difference, if any, between the amount recorded as share capital issued plus any additional consideration in the form of cash or other assets and the amount of share capital of the transferor shall be transferred to capital reserve.

6. Material accounting policies of insurance business

6.1 Significant accounting policies of insurance business (Edelweiss Tokio Life Insurance Company Limited ("ETLIFE")):

a. Product classification

Insurance contract

Insurance contracts are those contracts when ETLIFE has accepted significant insurance risk from the policyholders by agreeing to compensate the policyholders if a specified uncertain future event (the insured event) adversely affects the policyholders.

As a general guideline, ETLIFE determines whether it has significant insurance risk, by comparing benefits paid with benefits payable if the insured event did not occur. Such contract remains an insurance contract for the remainder of its lifetime, even if the insurance risk reduces significantly during this period, unless all rights and obligations are extinguished or expire. Contracts can be classified as insurance contracts after inception if insurance risk becomes significant.

Investment contract

Investment contracts are those contracts which are not insurance contract. Investment contracts are those contracts that transfer financial risk with no significant insurance risk. Investment contracts can, however, be reclassified as insurance contracts after inception if insurance risk becomes significant. Some insurance and investment contracts contain a discretionary participation feature (DPF), which is a contractual right to receive additional benefits as a supplement to guaranteed benefits.

Insurance and investment contracts are further classified as with DPF, Linked Business and Others. Insurance contracts and investment contracts with DPF are measured and accounted under existing accounting practices at the date of transition to Ind AS which is in accordance with Ind AS 104.

b. Revenue recognition

- Premium Income

Premium income on insurance contracts and investment contracts with DPF are recognised as income when due from policyholders. For regular premium contracts, receivables are recognised at the date when payments are due.

In respect of linked business, premium income is recognised when the associated units are allotted. Top up premiums paid by unit-linked policyholders are considered as single premium and recognised as income when the associated units are created.

Where policies lapse due to non-receipt of premiums, then all the related premium income accrued but not received from the date they are deemed to have lapsed is offset against premiums. Premium on lapsed policies is recognised as income on receipt basis on reinstatement or revival of these policies.

Investments contract policyholders are charged fees for policy administration, investment management, surrenders or other contract services. The fees may be fixed amounts or vary with the amounts being managed and will generally be charged as an adjustment to the policyholder's balance.

For investment contract without DPF, deposit accounting in accordance with Ind AS 104 and Ind AS 109 is followed. Consequently only to the extent of charges and fees collected from such investment contract is accounted as income in statement of profit and loss. unless they relate to services to be provided in future periods, in which case they are deferred and recognized as and when the services are provided.

- Reinsurance premium ceded
  Reinsurance premium ceded is accounted at the time of recognition of premium income in accordance with the treaty or in principle arrangement/agreement with the reinsurers.

- Income from Unit Linked Policies
  Income from unit-linked policies, which include fund management charges, policy administration charges, mortality charges and other charges, wherever applicable, are recovered from the unit-linked funds in accordance with the terms and conditions of the policies issued and are recognised as and when due.

- Fee management charges of investment contract
  Investments contract policyholders are charged fees for policy administration, investment management, surrenders or other contract services. The fees may be fixed amounts or vary with the amounts being managed and will generally be charged as an adjustment to the policyholder's balance. The fees are recognised as revenue in the period in which they are collected unless they relate to services to be provided in future periods, in which case they are deferred and recognised as and when the services are provided.

- Interest income on policy loans is recognised using effective interest rate method

c. Acquisition costs

Acquisition cost which are primarily relatable to the acquisition of insurance and investment contracts with DPF are expensed in the period in which they are incurred.

For investment contracts with or without DPF, acquisition costs that are directly attributable to securing an investment contract are deferred and amortised over the period in which the service is provided.

Benefits paid:

Benefits paid consists of the policy benefit and claim settlement costs, if any.

- Non-linked business

  Death, rider, withdrawals and surrender claims are accounted for on receipt of intimation. Maturity, survival benefit and annuities are accounted when due.

- Linked-business

  Death and rider are accounted for on receipt of intimation. Maturity claims and survival benefit are accounted for on due basis when the associated units are cancelled. Surrenders and withdrawals are accounted for on receipt of intimation. Amount payable on lapsed/ discontinued policies are accounted for on expiry of lock in period of these policies. Surrenders, withdrawals and lapsation are disclosed at net of charges recoverable.

- Reinsurance

  Reinsurance claims receivable are accounted for in the same period as the related claim.

d. Reinsurance ceded

ETLIFE cedes reinsurance in the normal course of business, with retention limits varying by line of business. Premiums ceded and claims reimbursed are presented on a gross basis in the statement of profit and loss.

Reinsurance assets primarily include balances due from reinsurance companies for ceded insurance. Amounts recoverable from reinsurers are estimated in a manner consistent with the underlying contract liabilities, outstanding claims provisions or settled claims associated with the reinsured policies and in accordance with the relevant reinsurance contract.

Reinsurance assets are reviewed for impairment at each reporting date, or more frequently, when an indication of impairment arises during the reporting period. Impairment occurs when there is objective evidence as a result of an event that occurred after initial recognition of the reinsurance asset that the company may not receive all outstanding amounts due under the terms of the contract and the event has a reliably measurable impact on the amounts that the company will receive from the reinsurer. The impairment loss is recorded in the statement of Profit or loss.

e. Liability adequacy test

ETLIFE assesses at the end of each reporting period whether its recognised insurance liabilities are adequate, using current estimates of future cash flows under its insurance contracts. If that assessment shows that the carrying amount of its insurance liabilities is inadequate in the light of the estimated future cash flows, the entire deficiency shall be recognised in the statement of profit or loss.

f. Policyholder Liability

Insurance contract and investment contract with DPF.

Under the Ind AS 104 requirement, insurance, and investment contract with DPF claims / liabilities are measured using the accounting policies consistent with those adopted previously under existing accounting practices.

Hence, the policyholder liabilities are calculated in accordance with the accepted actuarial practice, requirements of Insurance Act, 1938 and amendments thereafter, applicable regulations notified by the Insurance Regulatory and Development Authority of India (IRDAI), and Actuarial Practice Standards issued by the Institute of Actuaries of India.

g. Investment contracts without DPF

Liability in respect of investment contracts is recognised in accordance with Ind AS, taking into account accepted actuarial practices. Deposits (premium amount) collected are not accounted for through the statement of profit or loss but are accounted for directly through the balance sheet as an addition to the investment contract liability. Amounts paid (benefit amounts) are recorded as reductions of the investment contract liability.

h. Unclaimed amount of policyholders

- Assets held for unclaimed amount of policyholders is created and maintained in accordance with the requirement of IRDAI Regulations and Investment Regulations, 2016 as amended from time to time.
- Unclaimed amount of policyholders' assets considered under other financial assets is invested in money market instruments and / or fixed deposits of scheduled banks which are valued at amortized cost.
- Income on unclaimed amount of policyholders is credited to respective unclaimed account and is accounted for on an accrual basis.

- Amount payable on account of income earned on assets held for unclaimed amount of policyholders is accounted for on an accrual basis and is disclosed net of fund management charges.

- Unclaimed amount of policyholders' liability considered is determined on the basis of NAV of the units outstanding as at the valuation date

- Amounts remaining unclaimed for a period of 10 years together with all respective accretions to the fund as per the above-mentioned regulations are deposited into the Senior Citizen Welfare Fund (SCWF).

6.2 Significant accounting policies of General insurance business (Zuno General Insurance *Limited "ZGIL" (formerly known as Edelweiss General Insurance Company Limited "EGICL"))*

Revenue recognition in general insurance business

- Premium Income

  Premium (net of goods and service tax), including reinstatement premium on direct business and reinsurance accepted, other than for Long term motor insurance policies for new cars and new two wheelers ('Long-term motor insurance policies') issued on and after September 1, 2018, having term of more than one year, is recognized as income at the commencement of risk over the contract period or the period of risk, whichever is appropriate, on a gross basis and for installment cases, it is recognized on installment due dates.

  Own Damage coverage premium in Long-term motor insurance policies is recognized in accordance with the movement IDV (Insured declared value) on a yearly basis over the policy period and Third Party coverage premium is recognized equally on a yearly basis over the policy period at the commencement of risk on 1/n basis where 'n' denotes the term of the policy period in years.

  Reinstatement premium is recorded as and when such premiums are recovered. Any subsequent revisions to premium are recognized in the year in which they occur over the remaining period of risk or contract period, as applicable. Adjustments to premium income arising on cancellation of policies are recognized in the period in which they are cancelled.

- Reinsurance Ceded

  Insurance premium on ceding of the risk other than Long-term motor insurance policies is recognized in the period in which the risk commences in accordance with reinsurance arrangements with the reinsurers. In case of Long-term motor insurance policies reinsurance premium is recognized on the insurance premium allocated for the year in accordance with reinsurance arrangements with the reinsurers. Any subsequent revisions to, refunds or cancellations of premiums are recognized in the year in which they occur.

  Premium on excess of loss reinsurance cover is accounted as per the terms of the reinsurance arrangements. Adjustment to reinsurance premium arising on cancellation of policies is recognized in the period in which they are cancelled.

- Commission income from reinsurance ceded

  Commission from reinsurance ceded is recognised as income on ceding of reinsurance premium in the period of ceding of risk. Profit commission under reinsurance treaties, wherever applicable, is recognised as income in the year of final determination of profits as confirmed by reinsurers and combined with commission on reinsurance ceded.

- Reserve for Unexpired Risk

  Reserve for unexpired risk represent that part of net written premium which is attributable to and allocated to the succeeding accounting periods. Reserve for unexpired risk is calculated on net written premium on all unexpired policies at the balance sheet date based on 1/365th method for all segments, other than Health insurance policies with Health 241 Add ON cover. In Marine Hull business it is subject to a minimum of 100%.

  In Switch product, the unexpired risk for Accidental damage cover is calculated on basis its usages i.e. used premium is accounted as earned premium and unused portion is accounted as unexpired risk reserve and for Fire & theft cover the unexpired risk is calculated on net written premium based on 1/365th method.

  In Health insurance policies with Health 241 Add ON cover; the unexpired risk is calculated on net written premium on all unexpired policies at the balance sheet date based on:

  a. 1/730 basis where there is no claim reported in the 1st year of policy
  b. 1/365 basis where the claim is reported in the 1st year of policy

- Claims Incurred

  Claims incurred comprise of claims paid (net of salvage and other recoveries), change in estimated liability for outstanding claims made following a loss occurrence reported and estimated liability for claims Incurred But Not Reported (IBNR) and claims Incurred But Not Enough Reported (IBNER). Further, claims incurred also include specific claim settlement costs comprising survey fees, legal expenses and other directly attributable costs. Claims (net of amounts receivable from reinsurers/coinsurers) are recognised on the date of intimation based on internal management estimates or on estimates from surveyors/insured in the respective revenue account(s).

  Estimated liability for outstanding claims at balance sheet date is recorded net of claims recoverable from / payable to co-insurers / reinsurers, salvage to the extent there is certainty of realisation and other recoveries. Estimated liability for outstanding claims is determined by the management on the basis of ultimate amounts likely to be paid on each claim, established by the management in light of past experience and progressively modified for changes as appropriate, on availability of further information and in cases where claim payment period exceeds four years based on actuarial valuation. These estimates include claim settlement costs likely to be incurred to settle outstanding claims.

  IBNR reserves are provisions for claims that may have been incurred during the accounting period but have not been reported or claimed. The IBNR provision also includes provision, for claims that have been incurred but are not enough reported (IBNER). The provision for IBNR and IBNER is based on actuarial estimate duly certified by the Appointed Actuary of ZGIL. The actuarial estimate is derived in accordance with relevant IRDAI regulations and Guidance Note GN 21 issued by the Institute of Actuaries of India. The Appointed Actuary has certified that the methodology and assumptions used to estimate the liability are appropriate and in accordance with guidelines and norms issued by the Institute of Actuaries of India in concurrence with the IRDAI regulations.

- Premium deficiency

  Premium deficiency ('PDR') is recognised at segmental revenue account level, when the sum of expected net claim costs, related expenses and maintenance costs (related to claims handling) exceed the reserve for unexpired risks. The premium deficiency is calculated and duly certified by the Appointed Actuary.

7. Critical accounting judgements and key sources of estimation uncertainty

In the application of the Group's accounting policies, , the management is required to make judgements, estimates and assumptions about the carrying amounts of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

7.1. Critical judgements in applying accounting policies

The following are the critical judgements, apart from those involving estimations, that the management has made in the process of applying the Group's accounting policies and that have the most significant effect on the amounts recognised in the consolidated financial statements.

a. Business model assessment

Classification and measurement of financial assets depends on the results of business model test. The Group determines the business model at a level that reflects how groups of financial assets are managed together to achieve a particular business objective. This assessment includes judgement reflecting all relevant evidence including how the performance of the assets is evaluated and their performance is measured, the risks that affect the performance of the assets and how these are managed and how the managers of the assets are compensated. The Group monitors financial assets measured at amortised cost that are derecognised prior to their maturity to understand the quantum, the reason for their disposal and whether the reasons are consistent with the objective of the business for which the asset was held. Group continuously monitors whether the business model for which the remaining financial assets are held continues to be appropriate and if it is not appropriate whether there has been a change in business model and so a prospective change to the classification of those assets is required.

b. Significant increase in credit risk

ECL is measured as allowance equal to 12-month ECL for stage 1 assets, or lifetime ECL for stage 2 or stage 3 assets. An asset moves to stage 2 when its credit risk has increased significantly since initial recognition. In assessing whether the credit risk of an asset has significantly increased the Group takes into account qualitative and quantitative reasonable and supportable forward-looking information.

c. Consolidation of structured entities

A structured entity is an entity that has been designed so that voting or similar rights are not the dominant factor in deciding who controls the entity, such as when any voting rights relate to administrative tasks only and the relevant activities are directed by means of contractual arrangements. In the context of the Group, structured entities comprise securitisation trusts in asset reconstruction business, mutual fund schemes and alternative investment funds / schemes thereof. The Group consolidates the structured entities that it controls. When making this judgement, the Group also considers voting and similar rights available to itself and other parties, who may limit the Group's ability to control, including rights to appoint, reassign or remove members of the structured entity's key management personnel who have the ability to direct the relevant activities, the exposure to variability of returns and whether the Group has the ability to use its power to affect the amount of the Group's returns i.e. the variability of returns in relation to the total returns of the investee entity.

d. Determining lease term for lease contracts with renewal and termination option

The Group determines the lease term as the non-cancellable term of the lease, together with any periods covered by an option to extend the lease if it is reasonably certain to be exercised, or any periods covered by an option to terminate the lease, if it is reasonably certain not to be exercised.

The Group has several lease contracts that include extension and termination options. The Group applies judgement in evaluating whether it is reasonably certain, whether or not, to exercise the option to renew or terminate the lease. That is, it considers all relevant factors that create an economic incentive for it to exercise either the renewal or termination. After the commencement date, the Group reassesses the lease term if there is a significant event or change in circumstances that is within its control that affects its ability to exercise or not to exercise the option to renew or to terminate (e.g., construction of significant leasehold improvements or significant customisation of the leased asset).

7.2 Key sources of estimation uncertainty

The Group based its assumptions and estimates on parameters available all the time consolidated financial statements were prepared. Existing circumstances and assumptions about future developments, however, may change due to market changes or circumstances arising that are beyond the control of the Group. Such changes are reflected in the assumptions when they occur. Following are the key assumptions concerning the future, and other key sources of estimation uncertainty at the end of the reporting period that may have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year.

a. Fair value of financial instruments

The fair value of financial instruments is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction in the principal (or most advantageous) market at the measurement date under current market conditions (i.e., an exit price) regardless of whether that price is directly observable or estimated using another valuation technique. When the fair values of financial assets and financial liabilities recorded in the balance sheet cannot be derived from active markets, they are determined using a variety of valuation techniques that include the use of valuation models. The inputs to these models are taken from observable markets wherever possible, but where this is not feasible, estimation is required in establishing fair values.

For Investments made into Security receipts (SRs), Group uses discounted cash flow model, given that the SRs are less liquid instruments. Expected cash flow levels including timing of cash flows are estimated by using quantitative and qualitative measures regarding the characteristics of the underlying assets including default rates, nature and value of collaterals, manner of resolution and other economic drivers. For any valuation which are based on models, Judgements and estimates are applied, which include considerations of liquidity, credit risk (both own and counterparty), funding value adjustments, correlation and volatility.

b. Impairment of financial assets

The measurement of impairment losses across all categories of financial assets requires judgement, in particular, the estimation of the amount and timing of future cash flows and collateral values when determining impairment losses and the assessment of a significant increase in credit risk. These estimates are driven by a number of factors, changes in which can result in different levels of allowances.

The Group's ECL calculations are outputs of models with a number of underlying assumptions regarding the choice of variable inputs and their interdependencies. Elements of the ECL models that are considered accounting judgements and estimates include:

a. PD calculation includes historical data, assumptions and expectations of future conditions.
b. The Group's criteria for assessing if there has been a significant increase in credit risk and so allowances for financial assets should be measured on a life-time expected credit loss and the qualitative assessment.
c. The segmentation of financial assets when their ECL is assessed on a collective basis.
d. Development of ECL models, including the various formulas and the choice of inputs.
e. Determination of associations between macroeconomic scenarios and, economic inputs, such as unemployment levels and collateral values, and the effect on PDs, EAD and LGD
f. Selection of forward-looking macroeconomic scenarios and their probability weightings, to derive the economic inputs into the ECL models

It is Group's policy to regularly review its models in the context of actual loss experience and adjust when necessary.

c. Effective interest rate method

The Group's EIR methodology, as explained in Note 5.1, recognises interest income / expense using a rate of return that represents the best estimate of a constant rate of return over the expected behavioural life of loans given / taken and recognises the effect of characteristics of the product life cycle.

This estimation, by nature, requires an element of judgement regarding the expected behaviour and life-cycle of the instruments, as well expected changes fee income/expense that are integral parts of the instrument.

d. Accounting for deferred taxes

Deferred tax assets are recognised for unused tax losses to the extent that it is probable that taxable profit will be available against which the losses can be utilised. Significant management judgement is required to determine the amount of deferred tax assets that can be recognised, based upon the likely timing and the level of future taxable profits together with future tax planning strategies.

The Group has recognised deferred tax assets on carried forward tax losses with respect to certain subsidiaries where the Group believes that the said deferred tax assets shall be recoverable based on the estimated future taxable income which in turn is based on approved business plans and budgets. The losses are allowed to be carried forward to the years in which the Group expects that there will be sufficient taxable profits to offset these losses.

e. Estimating the incremental borrowing rate

The Group cannot readily determine the interest rate implicit in the lease, therefore, it uses its incremental borrowing rate ('IBR') to measure lease liabilities. Incremental borrowing rate is the rate of interest that the Group would have to pay to borrow over a similar term, and with a similar security, the funds necessary to obtain an asset of a similar value to the right-of-use asset in a similar economic environment.

f. Asset liability management

Management has made an assessment of its ability to continue and is satisfied that it has the resources to continue in business for the foreseeable future.

8. Cash and cash equivalents

Particulars	As at 31 March 2024	As at 31 March 2023
Cash in hand	**37.85**	34.86
Cheques in hand	**353.94**	385.74
Balances with banks: (refer note 1 below)		
-in Current accounts	**16,849.10**	20,891.69
-in fixed deposits with original maturity less than 3 months	**6,491.29**	6,146.31
Total	**23,732.18**	27,458.60

Note 1:
Pledged bank balance/fixed deposits aggregating to ₹ 1,792.95 million (previous year ₹ 5,053.82 million) against debt securities issued.

9. Bank Balance other than cash and cash equivalents

Particulars	As at 31 March 2024	As at 31 March 2023
Fixed deposits with original maturity more than 3 months at amortised cost (refer Note 1 below) (held as margin money or security against borrowings, debt securities and guarantees)	**9,565.99**	9,522.32
Unpaid dividend accounts	**9.77**	9.81
Total	**9,575.76**	9,532.13

Note 1:

- Pledged fixed deposit aggregating to ₹ 3,012.54 million (previous year ₹ 2,326.63 million) with bank for securing credit facilities, obtaining bank guarantees, securitisation contracts and meeting margin requirement for trading in cross currency swaps and forward margin.
- Pledged fixed deposit aggregating to ₹ 95.18 million (previous year ₹ 66.09 million) with VAT,CST and excise authorities.
- Pledged fixed deposit aggregating to ₹ 13.35 million (previous year ₹16.29 million) with agriculture produce market committee for obtaining Mandi license.

10. Derivative financial instruments

	As at 31 March 2024	Notional amount (Units)	Fair value of asset (₹ in millions)	Notional amount (Units)	Fair value of liability (₹ in millions)
(i)	**Currency derivatives**				
	Currency Futures	**1,839,314**	**174.44**	-	-
	Options purchased	**100,000,000**	**53.05**	-	-
	Options sold	-	-	**93,500,000**	**42.98**
	Less: amounts offset (refer note 10.1)	**(1,839,314)**	**(174.44)**	**(93,500,000)**	**(42.98)**
	Subtotal (i)		**53.05**		-
(ii)	**Interest rate derivatives**				
	Forwards and Interest Rate Swaps	**37,036,154,838**	**875.53**	**10,978,188,000**	**26.82**
	Futures	-	-	**25,058,000**	**4.71**
	Less: amounts offset (refer note 10.1)	**(16,720,621,049)**	**(679.92)**	**(3,203,246,000)**	**(9.56)**
	Subtotal (ii)		**195.61**		**21.97**
(iii)	**Equity linked derivatives**				
	Stock Futures	**12,579,286**	**139.06**	**6,269,122**	**34.29**
	Options purchased	**9,326,378**	**327.85**	-	-
	Options sold (written)	-	-	**9,326,753**	**231.16**
	Less: amounts offset (refer note 10.1)	**(12,579,286)**	**(139.06)**	**(6,269,122)**	**(34.29)**
	Subtotal (iii)		**327.85**		**231.16**
(iv)	**Index linked derivatives**				
	Index Futures	**176,590**	**15.93**	**78,895**	**3.54**
	Options purchased	**9,091,005**	**316.26**	**111,540**	**5.02**
	Options sold (written)	-	-	**747,970**	**248.89**
	Less: amounts offset (refer note 10.1)	**(176,590)**	**(15.93)**	**(99,490)**	**(7.66)**
	Subtotal (iv)		**316.26**		**249.79**
(v)	**Embedded derivatives**				
	In market linked debentures	-	**299.64**	-	**652.91**
	Subtotal (v)		**299.64**		**652.91**
(vi)	**Commodity derivatives**				
	Commodity Futures	**27,000**	**2.32**	-	-
	Less: amounts offset (refer note 10.1)	**(27,000)**	**(2.32)**	-	-
	Subtotal (vi)		-		-
	Total		**1,192.41**		**1,155.83**

10. Derivative financial instruments (Continued)

As at 31 March 2023	Notional amount (Units)	Fair value of asset (₹ in millions)	Notional amount (Units)	Fair value of liability (₹ in millions)
(i) Currency derivatives				
Currency Futures	250,000	0.03	7,382,069	485.42
Options purchased	111,401,000	56.48	-	-
Options sold	-	-	139,327,000	49.88
Less: amounts offset (refer note 10.1)	(250,000)	(0.03)	(125,457,069)	(533.45)
Sub total (i)		56.48		1.85
(ii) Interest rate derivatives				
Forwards and Interest Rate Swaps	31,425,263,200	140.62	7,500,000,000	23.96
Futures	-	-	16,220,000	1.42
Less: amounts offset (refer note 10.1)	-	-	(16,220,000)	(1.42)
Subtotal (ii)		140.62		23.96
(iii) Equity linked derivatives				
Stock Futures	7,511,845	82.37	5,444,117	54.55
Options purchased	2,376,300	1.53	3,209,700	16.77
Options sold (written)	-	-	225,000	1.88
Less: amounts offset (refer note 10.1)	(7,511,845)	(82.37)	(5,444,117)	(54.55)
Subtotal (iii)		1.53		18.65
(iv) Index linked derivatives				
Index Futures	70,849	46.27	21,700	6.74
Options purchased	62,447,310	105.23	73,700	5.35
Options sold (written)	-	-	55,158,385	293.75
Less: amounts offset (refer note 10.1)	(70,849)	(46.27)	(53,548,000)	(18.37)
Subtotal (iv)		105.23		287.47
(v) Embedded derivatives				
In market linked debentures	-	475.14	794,600,000	443.79
Subtotal (v)		475.14		443.79
(vi) Commodity derivatives				
Commodity Futures	-	-	21,100	0.27
Less: amounts offset (refer note 10.1)	-	-	(21,100)	(0.27)
Subtotal (vi)		-		-
Total		779.00		775.72

0.00 million indicates amount less than ₹ 0.01 million

Notes

1 Notional amounts in the above tables refer to number of underlying equity shares in case of stock futures and options, number of underlying index units in case of index-linked derivatives, number of underlying currency units in case of currency derivatives, number of underlying government securities / bonds in case of interest rate futures, amount of notional currency in case of interest rate swaps.

2 Group has designed a risk based strategy to cover exposure on issued Benchmarked Linked Debentures, by entering into a derivative contracts either to minimise the loss or to earn a minimum committed income by entering into a combination of derivative contracts (say for example purchased call and put options) with a wide range of strike prices. Above strategy has been approved by the risk committee of respective subsidiary Companies in the Group and ensures that risk is fully or partially covered, which supports to reduce the risk exposure.

10.1 Offsetting:

The tables below summarise the financial assets and liabilities subject to offsetting, enforceable master netting and similar agreements, as well as financial collateral received to mitigate credit exposures for these financial assets, and whether offset is achieved in the balance sheet:

Financial assets subject to offsetting, netting arrangements
As at 31 March 2024:

Financial assets subject to offsetting	**Offsetting recognised in the balance sheet**			**Netting potential not recognised in balance sheet**			**Assets not subject to netting arrangements**	**Total assets**	**Maximum Exposure to Risk**
	Gross asset before offset	**Amount offset***	**Net asset recognised in balance sheet**	**Financial liabilities**	**Collateral received**	**Assets after considerati on of netting potential**	**Assets recognised in the balance sheet**	**Recognised in the balance sheet**	**After consideration of netting potential**
Derivative financial assets	**2,204.08**	**1,011.67**	**1,192.41**	**21.98**	**57.00**	**1,227.43**	**-**	**1,192.41**	**1,227.43**
Margin placed with broker	**788.64**	**(46.03)**	**834.67**	**-**	**-**	**834.67**	**-**	**834.67**	**834.67**

Financial liabilities subject to offsetting	**Offsetting recognised in the balance sheet**			**Netting potential not recognised in balance sheet**			**Liabilities not subject to netting arrangements**	**Total liabilities**	**Maximum Exposure to Risk**
	Gross liability before offset	**Amount offset***	**Net liability recognised in balance sheet**	**Financial assets**	**Collateral paid**	**Liabilities after considerati on of netting potential**	**Liabilities recognised on the balance sheet**	**Recognised in the balance sheet**	**After consideration of netting potential**
Derivative financial liabilities	**1,250.32**	**94.49**	**1,155.83**	**21.98**	**-**	**1,133.85**	**-**	**1,155.83**	**1,133.85**

As at 31 March 2023:

Financial assets subject to offsetting	Offsetting recognised in the balance sheet			Netting potential not recognised in balance sheet			Assets not subject to netting arrangements	Total assets	Maximum Exposure to Risk
	Gross asset before offset	Amount offset*	Net asset recognised in balance sheet	Financial liabilities	Collateral received	Assets after considerati on of netting potential	Assets recognised in the balance sheet	Recognised in the balance sheet	After consideration of netting potential
Derivative financial assets	907.67	128.67	779.00	23.96	59.40	814.44	-	779.00	814.44
Margin placed with broker	135.43	-	135.43	-	-	135.43	-	135.43	135.43

Financial liabilities subject to offsetting	Offsetting recognised in the balance sheet			Netting potential not recognised in balance sheet			Liabilities not subject to netting arrangements	Total liabilities	Maximum Exposure to Risk
	Gross liability before offset	Amount offset*	Net liability recognised in balance sheet	Financial assets	Collateral paid	Liabilities after considerati on of netting potential	Liabilities recognised on the balance sheet	Recognised in the balance sheet	After consideration of netting potential
Derivative financial liabilities	1,383.78	608.06	775.72	23.96	-	751.76	-	775.72	751.76

*As at the reporting date the amount of cash margin received that has been offset against gross derivative assets ₹ 1,011.67 million (Previous year ₹ 128.67 million). As at the reporting date the amount of cash margin paid that has been offset against gross derivative liability ₹ 94.49 million (Previous year ₹ 608.06 million).

11. Trade Receivables

Particulars	As at 31 March 2024	As at 31 March 2023
Receivables considered good - unsecured	**3,794.87**	2,276.88
Receivables which have significant increase in credit risk	**154.04**	381.86
Receivables - credit impaired	**1,142.22**	2,629.59
Gross receivables	**5,091.13**	5,288.33
Allowance for expected credit losses - Provision for impairment - unsecured	**(667.43)**	(129.40)
Allowance for expected credit losses - Receivables which have significant increase in credit risk	**(71.49)**	(45.78)
Allowance for expected credit losses - Provision for impairment - credit impaired	**(776.84)**	(980.07)
Total allowance for expected credit losses	**(1,515.76)**	(1,155.25)
Total receivables net of provision	**3,575.37**	4,133.08

11.1 Trade receivables ageing schedule

As at 31 March 2024	Outstanding for following periods from due date of receipt					
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	3,754.13	37.72	2.40	0.44	0.18	3,794.87
(ii) Undisputed Trade Receivables – which have significant increase in credit risk	32.63	111.94	2.32	7.15	-	154.04
(iii) Undisputed Trade Receivables – credit impaired	53.20	113.10	104.02	112.79	759.11	1,142.22
(iv) Disputed Trade Receivables–considered good	-	-	-	-	-	-
(v) Disputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-
(vi) Disputed Trade Receivables – credit impaired	-	-	-	-	-	-
Gross receivables (A)	**3,839.96**	**262.76**	**108.74**	**120.38**	**759.29**	**5,091.13**
(i) Undisputed Trade receivables – considered good	(660.53)	(3.88)	(2.40)	(0.44)	(0.18)	(667.43)
(ii) Undisputed Trade Receivables – which have significant increase in credit risk	(18.66)	(43.36)	(2.32)	(7.15)	-	(71.49)
(iii) Undisputed Trade Receivables – credit impaired	(27.44)	(55.73)	(27.99)	(33.89)	(631.79)	(776.84)
(iv) Disputed Trade Receivables–considered good	-	-	-	-	-	-
(v) Disputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-
(vi) Disputed Trade Receivables – credit impaired	-	-	-	-	-	-
Total ECL Provision on receivables (B)	(706.63)	(102.97)	(32.71)	(41.48)	(631.97)	(1,515.76)
Total receivables net of provision = (A)-(B)	**3,133.33**	**159.79**	**76.03**	**78.90**	**127.32**	**3,575.37**

As at 31 March 2023	Outstanding for following periods from due date of receipt					
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	2,273.48	2.95	0.27	0.18	-	2,276.88
(ii) Undisputed Trade Receivables – which have significant increase in credit risk	99.42	275.73	6.52	0.19	-	381.86
(iii) Undisputed Trade Receivables – credit impaired	39.08	159.46	402.20	319.13	1,709.72	2,629.59
(iv) Disputed Trade Receivables–considered good	-	-	-	-	-	-
(v) Disputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-
(vi) Disputed Trade Receivables – credit impaired	-	-	-	-	-	-
Gross receivables (A)	**2,411.98**	**438.14**	**408.99**	**319.50**	**1,709.72**	**5,288.33**
(i) Undisputed Trade receivables – considered good	(126.88)	(2.07)	(0.27)	(0.18)	-	(129.40)
(ii) Undisputed Trade Receivables – which have significant increase in credit risk	(10.70)	(28.37)	(6.52)	(0.19)	-	(45.78)
(iii) Undisputed Trade Receivables – credit impaired	(12.33)	(26.15)	(77.15)	(63.68)	(800.76)	(980.07)
(iv) Disputed Trade Receivables–considered good	-	-	-	-	-	-
(v) Disputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-
(vi) Disputed Trade Receivables – credit impaired	-	-	-	-	-	-
Total ECL Provision on receivables (B)	(149.91)	(56.59)	(83.94)	(64.05)	(800.76)	(1,155.25)
Total receivables net of provision = (A)-(B)	**2,262.07**	**381.55**	**325.05**	**255.45**	**908.96**	**4,133.08**

The unbilled amout is ₹ 15.00 million (previous year ₹ Nil million)
Trade Receivables are generally on term of 0 to 90 days

No trade or other receivable are due from directors or other officers of the Group either severally or jointly with any other person. Nor any trade or other receivable are due from firms or private companies respectively in which any director is a partner, a director or a member.

11.2 Reconciliation of impairment allowance on trade receivables:

Particulars	Amount
Impairment allowance measured as per simplified approach	
Impairment allowance as on 31 March 2022	**1,828.42**
Add/ (less): asset originated or acquired or recovered (net)	(673.17)
Impairment allowance as on 31 March 2023	**1,155.25**
Add/ (less): asset originated or acquired or recovered (net)	360.51
Impairment allowance as on 31 March 2024	**1,515.76**

12. Loans

Particulars	As at 31 March 2024				As at 31 March 2023			
	at amortised cost	**at FVTPL**	**at FVOCI**	**Total**	at amortised cost	at FVTPL	at FVOCI	Total
Term Loans								
Corporate and Retail Credit	**111,203.78**	**2,641.83**	**31,935.23**	**145,780.84**	203,783.10	2,645.09	-	206,428.19
Distressed Credit	**14,283.19**	-	**22,010.76**	**36,293.95**	17,966.05	-	-	17,966.05
Other Credit	**522.44**	-	-	**522.44**	373.84	-	-	373.84
Total Gross (A)	**126,009.41**	**2,641.83**	**53,945.99**	**182,597.23**	222,122.99	2,645.09	-	224,768.08
Less: Impairment loss allowance	**25,068.50**	-	**9,488.41**	**34,556.91**	51,231.80	-		51,231.80
Total (Net) (A)	**100,940.91**	**2,641.83**	**44,457.58**	**148,040.32**	170,891.19	2,645.09	-	173,536.28
Secured by tangible assets (Property including land, building, project receivables and others)	**114,002.40**	**2,641.83**	**53,018.25**	**169,662.48**	198,929.98	2,645.09	-	201,575.07
Secured by Inventories, fixed deposits, other marketable securities and others	**1,284.79**	-	**870.25**	**2,155.04**	6,565.91	-	-	6,565.91
Unsecured	**10,722.22**	-	**57.49**	**10,779.71**	16,627.10	-	-	16,627.10
Total Gross (B)	**126,009.41**	**2,641.83**	**53,945.99**	**182,597.23**	222,122.99	2,645.09	-	224,768.08
Less: Impairment loss allowance	**25,068.50**	-	**9,488.41**	**34,556.91**	51,231.80	-	-	51,231.80
Total (Net) (B)	**100,940.91**	**2,641.83**	**44,457.58**	**148,040.32**	170,891.19	2,645.09	-	173,536.28
Loans in India								
Public sector	-	-	-	-	-	-	-	-
Others	**126,009.41**	**2,641.83**	**53,945.99**	**182,597.23**	222,122.99	2,645.09	-	224,768.08
Total Gross (C)	**126,009.41**	**2,641.83**	**53,945.99**	**182,597.23**	222,122.99	2,645.09	-	224,768.08
Less: Impairment loss allowance	**25,068.50**	-	**9,488.41**	**34,556.91**	51,231.80	-	-	51,231.80
Total (Net) (C) (I)	**100,940.91**	**2,641.83**	**44,457.58**	**148,040.32**	170,891.19	2,645.09	-	173,536.28
Loans outside India	-	-	-	-	-	-		-
Less: Impairment loss allowance	-	-	-	-	-	-		-
Total (Net) (C) (II)	-	-	-	-	-	-	-	-
Total (C) (I) and (C) (II)	**100,940.91**	**2,641.83**	**44,457.58**	**148,040.32**	170,891.19	2,645.09	-	173,536.28

Note: Loans including Installment and Interest outstanding due from the directors amounts to ₹ Nil million (Previous year ₹ Nil million).

12. Loans *(Continued)*

12.1 Credit Quality

The table below shows the credit quality and the maximum exposure to credit risk based on the Group's internal grading and year-end stage classification. The amounts presented are gross of impairment allowances. Details of the Group's internal grading system and policies on whether ECL allowances are calculated on an individual or collective basis are set out in Note 56.7.

Loans at amortised cost & FVOCI

Particulars	As at 31 March 2024					As at 31 March 2023				
	Stage I	Stage II	Stage III[1]	POCI	Total	Stage I	Stage II	Stage III[1]	POCI	Total
Performing										
High grade	42,771.90	-	-	-	**42,771.90**	47,843.81	-	-	-	47,843.81
Standard grade	-	4,849.17	-	-	**4,849.17**	-	24,765.98	-	-	24,765.98
Non-performing										
Impaired	-	-	96,040.38	36,293.95	**132,334.33**	-	-	131,547.15	17,966.05	149,513.20
Total	**42,771.90**	**4,849.17**	**96,040.38**	**36,293.95**	**179,955.40**	47,843.81	24,765.98	131,547.15	17,966.05	222,122.99

Gross carrying amount and corresponding ECL reconciliation – Loans

Particulars	Non-credit impaired				Credit impaired		POCI	Total	
	Stage I		Stage II		Stage III		POCI		
	Gross carrying amount	Allowance for ECL	Gross carrying amount	Allowance for ECL	Gross carrying amount	Allowance for ECL[2]	Carrying amount (Net of Allowance for ECL)	Gross carrying amount	Allowance for ECL
Balance at 31 March 2022	**59,440.91**	**586.54**	**43,162.84**	**3,797.47**	**123,685.28**	**36,877.85**	**12,587.17**	**238,876.20**	**41,261.86**
Effect of acquisitions made during the year									
Transfers:									
Transfers to 12 Month ECL (Stage 1)	1,272.03	107.74	(828.06)	(47.53)	(443.97)	(60.21)	-	-	-
Transfers to lifetime ECL (Stage 2)	(5,649.88)	(86.43)	6,142.63	157.87	(492.75)	(71.44)	-	-	-
Transfers to lifetime ECL- Credit impaired (Stage 3)	(638.02)	(7.78)	(3,272.95)	(1,092.35)	3,910.97	1,100.13	-	-	-
Net re-measurement of ECL arising from transfer of stage	-	(80.59)	-	990.52	-	1,580.24	-	-	2,490.17
Net new and further lending/(repayments) (including write-off) and sale to ARC / AIF	(6,581.23)	107.98	(20,438.48)	(1,615.55)	4,887.62	8,987.34	5,378.88	(16,753.21)	7,479.77
Balance at 31 March 2023	**47,843.81**	**627.46**	**24,765.98**	**2,190.43**	**131,547.15**	**48,413.91**	**17,966.05**	**222,122.99**	**51,231.80**
Effect of acquisitions made during the year									
Transfers:									
Transfers to 12 Month ECL (Stage 1)	**1,657.63**	**132.01**	**(1,609.07)**	**(123.15)**	**(48.56)**	**(8.86)**	**-**	**-**	**-**
Transfers to lifetime ECL (Stage 2)	**(1,714.90)**	**(96.59)**	**1,759.36**	**105.32**	**(44.46)**	**(8.73)**	**-**	**-**	**-**
Transfers to lifetime ECL- Credit impaired (Stage 3)	**(1,091.90)**	**(32.52)**	**(6,712.52)**	**(278.71)**	**7,804.42**	**311.23**	**-**	**-**	**-**
Net re-measurement of ECL arising from transfer of stage	**-**	**(126.16)**	**-**	**(31.87)**	**-**	**5,787.91**	**-**	**-**	**5,629.88**
Net new and further lending/(repayments) (including write-off) and sale to ARC / AIF	**(3,922.74)**	**(229.74)**	**(13,354.58)**	**(1,344.56)**	**(43,218.17)**	**(20,730.47)**	**18,327.90**	**(42,167.59)**	**(22,304.77)**
Balance at 31 March 2024	**42,771.90**	**274.46**	**4,849.17**	**517.46**	**96,040.38**	**33,764.99**	**36,293.95**	**179,955.40**	**34,556.91**

[1]This also includes stage III assets in EARC on distressed assets book, interest accrued on non-performing assets and stage III assets held by Group entities other than NBFCs on trade and general purpose advances.

[2]Allowance under this category also includes provision on assets as mentioned in note 1 above.

13. Investments

As at 31 March 2024	**Amortised cost**	**FVOCI***	**FVTPL**	**Designated at FVTPL**	**Total**
Security Receipts	**-**	**10,783.80**	**15,255.45**	**-**	**26,039.25**
Government Securities	**-**	**23,895.11**	**31,206.66**	**12,998.98**	**68,100.75**
Equity Shares	**-**	**-**	**42,606.82**	**-**	**42,606.82**
Debt securities	**10,393.47**	**4,957.30**	**3,738.63**	**5,459.25**	**24,548.65**
AIF Fund	**-**	**-**	**11,860.86**	**-**	**11,860.86**
Mutual Fund	**-**	**-**	**7,492.05**	**-**	**7,492.05**
Preference Shares	**-**	**-**	**970.16**	**-**	**970.16**
Others	**719.13**	**-**	**1,741.23**	**1,452.50**	**3,912.86**
Total	**11,112.60**	**39,636.21**	**114,871.86**	**19,910.73**	**185,531.40**
Investments in India	**11,112.60**	**39,636.21**	**109,054.94**	**19,910.73**	**179,714.48**
Investments outside India	**-**	**-**	**5,816.92**	**-**	**5,816.92**
Total	**11,112.60**	**39,636.21**	**114,871.86**	**19,910.73**	**185,531.40**
Less - Impairment Loss allowance	**163.54**	**-**	**453.11**	**-**	**616.65**
Total	**10,949.06**	**39,636.21**	**114,418.75**	**19,910.73**	**184,914.75**

* Includes FVOCI equity amounting to ₹ 10,783.8 million which will not reclass to profit and loss account.

As at 31 March 2023	Amortised cost	FVOCI	FVTPL	Designated at FVTPL	Total
Security Receipts	-	-	21,089.05	-	21,089.05
Government Securities	-	18,751.02	27,169.11	11,078.42	56,998.55
Equity Shares[1]	-	-	50,577.53	-	50,577.53
Debt securities	175.91	5,976.24	8,614.66	3,349.90	18,116.71
AIF Fund	-	-	16,437.39	-	16,437.39
Mutual Fund	-	-	3,643.44	-	3,643.44
Preference Shares	-	-	1,105.68	-	1,105.68
Others	1,995.78	-	1,570.76	710.98	4,277.52
Total	2,171.69	24,727.26	130,207.62	15,139.30	172,245.87
Investments in India	2,171.69	24,727.26	126,372.48	15,139.30	168,410.73
Investments outside India	-	-	3,835.14	-	3,835.14
Total	2,171.69	24,727.26	130,207.62	15,139.30	172,245.87
Less - Impairment Loss allowance	3.46	-	620.17	-	623.63
Total	2,168.23	24,727.26	129,587.45	15,139.30	171,622.24

Note: Investments pledged with bank, exchange, brokers and against debts securities issued is amounting to ₹ 41,365.92 million (previous year ₹ 30,997.08 million)

13. Investments (Continued)

13.1 Investments measured at FVOCI

Credit quality of assets

The table below shows the gross carrying amount of the Group's investments measured at FVOCI by credit risk, based on the Group's internal credit rating system and year-end stage classification. The amount presented are gross of impairment allowances. Details of the Group's internal grading system and policies on whether Expected Credit Loss (ECL allowances) are calculated on an individual or collective basis are set out in Note 56.7

As at 31 March 2024				
Particulars	**Gross carrying amount (Stage 1)**	**Gross carrying amount (Stage 2)**	**Gross carrying amount (Stage 3)**	**Gross carrying amount Total**
High grade	**36,781.68**	-	-	**36,781.68**
Standard grade	**2,854.53**	-	-	**2,854.53**
Individually impaired	-	-	-	-
Total	**39,636.21**	-	-	**39,636.21**

As at 31 March 2023				
Particulars	Gross carrying amount (Stage 1)	Gross carrying amount (Stage 2)	Gross carrying amount (Stage 3)	Gross carrying amount Total
High grade	20,794.09	-	-	20,794.09
Standard grade	3,933.17	-	-	3,933.17
Individually impaired	-	-	-	-
Total	24,727.26	-	-	- 24,727.26

Reconciliation of gross carrying amount and corresponding ECL for investments measured at FVOCI

	As at 31 March 2024			
Particulars	**Gross Carrying Amount (Stage 1)**	**12 months ECL allowance (Stage 1)**	**Gross Carrying Amount (Stage 3)**	**12 months ECL allowance (Stage 3)**
Gross carrying amount - opening balance	**24,727.26**	-	-	-
New assets originated or purchased	**43,926.94**	-	-	-
Assets derecognised or matured (excluding write offs) (including gains / losses thereon) net	**(31,175.52)**	-	-	-
Interest income during the year	**2,157.53**	-	-	-
Foreign Exchange	-	-	-	-
Transfer to Stage 1	-	-	-	-
Transfer to Stage 2	-	-	-	-
Transfer to Stage 3	-	-	-	-
Impact of year end ECL of exposures transferred between stages during the year	-	-	-	-
Gross carrying amount - closing balance	**39,636.21**	-	-	-

Reconciliation of gross carrying amount and corresponding ECL for investments measured at FVOCI

	As at 31 March 2023			
Particulars	Gross Carrying Amount (Stage 1)	12 months ECL allowance (Stage 1)	Gross Carrying Amount (Stage 3)	12 months ECL allowance (Stage 3)
Gross carrying amount - opening balance	20,563.92	-	-	-
New assets originated or purchased	15,775.49	-	-	-
Assets derecognised or matured (excluding write offs) (including gains / losses thereon) net	(13,985.57)	-	-	-
Interest income during the year	2,373.42	-	-	-
Foreign Exchange	-	-	-	-
Transfer to Stage 1	-	-	-	-
Transfer to Stage 2	-	-	-	-
Transfer to Stage 3	-	-	-	-
Impact of year end ECL of exposures transferred between stages during the	-	-	-	-
Gross carrying amount - closing balance	24,727.26	-	-	-

13. Investments (Continued)

13.2 Investments measured at amortised cost

The table below shows the gross carrying amount of the Group's investments measured at amortised cost by credit risk, based on the Group's internal credit rating system and year-end stage classification. The amount presented are gross of impairment allowances. Details of the Group's internal grading system and policies on whether ECL allowances are calculated on an individual or collective basis are set out in Note 56.7

As at 31 March 2024				
Particulars	**Gross carrying amount (Stage 1)**	**Gross carrying amount (Stage 2)**	**Gross carrying amount (Stage 3)**	**Gross carrying amount Total**
High grade	**11,112.60**	-	-	**11,112.60**
Standard grade	-	-	-	-
Individually impaired	-	-	-	-
Total	**11,112.60**	-	-	**11,112.60**

As at 31 March 2023				
Particulars	**Gross carrying amount (Stage 1)**	**Gross carrying amount (Stage 2)**	**Gross carrying amount (Stage 3)**	**Gross carrying amount Total**
High grade	2,149.02	-	-	2,149.02
Standard grade	-	-	-	-
Individually impaired	-	-	22.67	22.67
Total	2,149.02	-	22.67	2,171.69

Reconciliation of gross carrying amount for investments measured at amortised cost

	As at 31 March 2024			
Particulars	**Gross carrying amount (Stage 1)**	**12 months ECL allowance (Stage 1)**	**Gross carrying amount (Stage 3)**	**12 months ECL allowance (Stage 3)**
Gross carrying amount - opening balance	2,149.02	-	22.67	3.46
New assets originated or purchased	**449,997.99**	**163.54**	**-**	**-**
Assets derecognised or matured (excluding write offs) (including gains / losses thereon)	**(441,098.39)**	**-**	**(22.67)**	**(3.46)**
Changes to contractual cash flows due to modifications not resulting in derecognition	**63.98**	**-**	**-**	**-**
Amounts written off	**-**	**-**	**-**	**-**
Transfer to Stage 1	**-**	**-**	**-**	**-**
Transfer to Stage 2	**-**	**-**	**-**	**-**
Transfer to Stage 3	**-**	**-**	**-**	**-**
Gross carrying amount - closing balance	**11,112.60**	**163.54**	**-**	**-**

	As at 31 March 2023			
Particulars	Gross carrying amount (Stage 1)	12 months ECL allowance (Stage 1)	Gross carrying amount (Stage 3)	12 months ECL allowance (Stage 3)
Gross carrying amount - opening balance	1,863.66	-	-	-
New assets originated or purchased	399,240.29	-	-	-
Assets derecognised or matured (excluding write offs) (including gains / losses thereon)	(399,023.86)	-	-	-
Changes to contractual cash flows due to modifications not resulting in derecognition	91.60	-	-	-
Amounts written off	-	-	-	-
Transfer to Stage 1	-	-	-	-
Transfer to Stage 2	-	-	-	-
Transfer to Stage 3	(22.67)	-	22.67	3.46
Gross carrying amount - closing balance	2,149.02	-	22.67	3.46

14. Other financial assets

Particulars	As at 31 March 2024	As at 31 March 2023
Receivable from Trust	**1,128.20**	2,780.92
Receivable from exchange / clearing house (net)	**179.70**	285.33
Deposits placed with/ for exchange/ depositories	**236.59**	168.99
Margin placed with broker	**5,720.17**	2,601.13
Rental deposits	**146.59**	130.95
Deposits- others	**40.33**	439.52
Reinsurance receivables	**2,850.08**	1,061.37
Unclaimed amount of policyholders	**10.66**	62.80
Others	**650.62**	1,656.08
Total	**10,962.94**	9,187.09

15. Deferred tax assets and liabilities

Deferred tax assets (net)	As at 31 March 2024	As at 31 March 2023
Provision for expected credit losses	**1,459.09**	1,925.77
Unused tax losses / credits	**16,734.38**	10,407.66
Employee benefits obligations	**92.19**	67.72
Fair valuation of Financial Assets	**(1,562.75)**	1,019.16
Fair valuation of Derivatives	**(18.62)**	(31.91)
Property, Plant and Equipment and Intangible assets	**(921.46)**	(939.70)
Adjustment of effective interest rate on Borrowings	**(315.58)**	(333.05)
ESOP Perquisite	**4.01**	-
Others	**(6.48)**	-
Total	**15,464.78**	**12,115.65**

Deferred tax liabilities (net)	As at 31 March 2024	As at 31 March 2023
Provision for expected credit losses	**286.23**	106.37
Unused tax losses / credits	**(292.77)**	-
Employee benefits obligations	**(19.05)**	(19.44)
ESOP Perquisite	**-**	(4.01)
Fair valuation of Financial Assets	**40.55**	410.00
Property, Plant and Equipment and Intangible assets	**1,119.27**	1,227.57
Adjustment of effective interest rate on Borrowings	**8.83**	0.45
Special Reserve u/s 36(1)(viii)	**112.50**	106.66
Others	**795.38**	-
Total	**2,050.94**	**1,827.60**

16. Investment property

Particulars	Gross Block					Depreciation and impairment				Net Block
	As at 01 April 2023	Additions during the year	Deductions/ adjustments during the year	As at 31 March 2024	As at 01 April 2023	Impairment charge / (reversals) for the year	Charge for the year	Deductions/ adjustments during the year	As at 31 March 2024	As at 31 March 2024
Investment Property										
Land	**191.42**	**-**	**-**	**191.42**	**-**	**-**	**-**	**-**	**-**	**191.42**
Real Estate	**2,117.80**	**508.99**	**769.62**	**1,857.17**	**487.09**	**2.76**	**12.27**	**4.20**	**497.92**	**1,359.25**
Total	**2,309.22**	**508.99**	**769.62**	**2,048.59**	**487.09**	**2.76**	**12.27**	**4.20**	**497.92**	**1,550.67**

Particulars	Gross Block					Depreciation and impairment				Net Block
	As at 01 April 2022	Additions during the year	Deductions/ adjustments during the year	As at 31 March 2023	As at 01 April 2022	Impairment charge / (reversals) for the year	Charge for the year	Deductions/ adjustments during the year	As at 31 March 2023	As at 31 March 2023
Investment Property										
Land	1,408.62	-	1,217.20	191.42	18.27	-	-	18.27	-	191.42
Real Estate	2,266.44	294.38	443.02	2,117.80	622.53	(136.50)	1.06	-	487.09	1,630.71
Total	3,675.06	294.38	1,660.22	2,309.22	640.80	(136.50)	1.06	18.27	487.09	1,822.13

Fair value of investment property

Property	As at 31 March 2024	As at 31 March 2023
Land	**1,215.99**	1,213.88
Real estate property	**2,835.98**	2,610.88
Total	**4,051.97**	3,824.76

These above fair valuation are based on valuations performed by an duly independent valuer.

17. Property, plant and equipment and intangibles

	Particulars	Gross Block				Depreciation and amortisation				Net Block
		As at 01 April 2023	Additions/adjustments during the year	Deductions/adjustments during the year	As at 31 March 2024	As at 01 April 2023	Charge for the year	Deductions/adjustments during the year**	As at 31 March 2024	As at 31 March 2024
a)	Property, Plant and Equipments									
	Land*	236.79	-	-	236.79	-	-	-	-	236.79
	Flat and Building*	11,318.81	201.71	292.53	11,227.99	2,069.45	501.66	(151.57)	2,722.68	8,505.31
	Leasehold Premises	59.29	15.15	2.90	71.54	38.80	11.85	2.92	47.73	23.81
	Plant and Equipment	304.99	63.64	71.34	297.29	242.64	35.89	63.16	215.37	81.92
	Furniture and Fixtures	313.71	2.40	4.24	311.87	179.12	33.75	3.44	209.43	102.44
	Vehicles	14.65	-	1.98	12.67	9.20	2.00	2.67	8.53	4.14
	Office equipment	208.03	16.03	5.43	218.63	178.91	14.42	10.84	182.49	36.14
	Vessel (Boat)	4.84	-	-	4.84	0.66	0.35	-	1.01	3.83
	Computers	409.04	143.52	64.11	488.45	290.21	97.83	45.31	342.73	145.72
	Solar Power Equipment	62.03	-	1.95	60.08	43.32	3.38	1.45	45.25	14.83
	Total (A)	12,932.18	442.45	444.48	12,930.15	3,052.31	701.13	(21.78)	3,775.22	9,154.93
b)	Intangibles									
	Software	2,516.37	469.16	719.32	2,266.21	1,880.36	330.05	719.32	1,491.09	775.12
	Trademark/ Design and Copyright/Asset Management Rights	709.05	-	-	709.05	60.00	-	-	60.00	649.05
	Total (B)	3,225.42	469.16	719.32	2,975.26	1,940.36	330.05	719.32	1,551.09	1,424.17
c)	Right to use (ROU) assets	1,534.13	710.32	498.74	1,745.71	1,086.00	215.05	85.96	1,215.09	530.62
	Total (A+B+C)	17,691.73	1,621.93	1,662.54	17,651.12	6,078.67	1,246.23	783.50	6,541.40	11,109.72

** During the year ended 31 March 2024, Flat and building is reclassed from Property, Plant and Equipments to Investment property.

17. Property, plant and equipment and intangibles (Continued)

	Particulars	Gross Block				Depreciation and amortisation				Net Block
		As at 01 April 2022	Additions/adjustments during the year	Deductions/adjustments during the year	As at 31 March 2023	As at 01 April 2022	Charge for the year	Deductions/adjustments during the year	As at 31 March 2023	As at 31 March 2023
a)	Property, Plant and Equipments									
	Land*	236.79	-	-	236.79	-	-	-	-	236.79
	Flat and Building*	11,312.42	6.39	-	11,318.81	1,305.27	764.18	-	2,069.45	9,249.36
	Leasehold Premises	62.66	9.09	12.46	59.29	40.58	11.43	13.21	38.80	20.49
	Plant and Equipment	303.27	28.31	26.59	304.99	180.71	86.05	24.12	242.64	62.35
	Furniture and Fixtures	279.90	40.06	6.25	313.71	151.03	33.72	5.63	179.12	134.59
	Vehicles	11.87	6.00	3.22	14.65	7.27	3.11	1.18	9.20	5.45
	Office equipment	235.71	13.83	41.51	208.03	202.33	15.61	39.03	178.91	29.12
	Vessel (Boat)	4.84	-	-	4.84	1.27	0.45	1.06	0.66	4.18
	Computers	442.13	104.77	137.86	409.04	413.79	3.73	127.31	290.21	118.83
	Solar Power Equipment	62.03	-	-	62.03	39.18	4.14	-	43.32	18.71
	Total (A)	12,951.62	208.45	227.89	12,932.18	2,341.43	922.42	211.54	3,052.31	9,879.87
b)	Intangibles									
	Software	2,048.73	478.17	10.53	2,516.37	1,503.61	383.32	6.57	1,880.36	636.01
	Trademark/ Design and Copyright/Asset Management Rights	709.05	-	-	709.05	50.00	10.00	-	60.00	649.05
	Total (B)	2,757.78	478.17	10.53	3,225.42	1,553.61	393.32	6.57	1,940.36	1,285.06
c)	Right to use (ROU) assets	1,349.56	218.06	33.49	1,534.13	887.98	201.30	3.28	1,086.00	448.13
	Total (A+B+C)	17,058.96	904.68	271.91	17,691.73	4,783.02	1,517.04	221.39	6,078.67	11,613.06

*pledged against debt securities and borrowings.

Notes

1 The Group management approved revaluation of owned flats and buildings classified under property, plant and equipment after assessing the valuation made by duly appointed independent valuer. These valuations are determined basis open market values of similar property and its intrinsic value.

2 The Group has provided one time accelerated depreciation of ₹ 220 million on land and building during the previous year ended 31 March 2023.

18. Capital Work in Progress (CWIP)

Description of Assets	CWIP			
	As at 01 April 2023	Additions	Capitalisation	As at 31 March 2024
CWIP	7.09	114.81	85.35	36.55
Total	**7.09**	**114.81**	**85.35**	**36.55**

Description of Assets	CWIP			
	As at 01 April 2022	Additions	Capitalisation	As at 31 March 2023
CWIP	0.57	7.09	0.57	7.09
Total	0.57	7.09	0.57	7.09

(a) CWIP ageing schedule

As at 31 March 2024

CWIP	Amount in CWIP for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Projects in progress	36.55	-	-	-	36.55
Projects temporarily suspended	-	-	-	-	-
Total	**36.55**	**-**	**-**	**-**	**36.55**

As at 31 March 2023

CWIP	Amount in CWIP for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Projects in progress	7.09	-	-	-	7.09
Projects temporarily suspended	-	-	-	-	-
Total	7.09	-	-	-	7.09

(b) There are no capital-work-in progress, whose completion is overdue or has exceeded its cost compared to its original plan.

19. Intangible assets under development

Description of Assets	Intangible assets under development			
	As at 01 April 2023	Additions	Capitalisation	As at 31 March 2024
Intangible assets under development	240.60	516.60	432.55	324.65
Total	**240.60**	**516.60**	**432.55**	**324.65**

Description of Assets	Intangible assets under development			
	As at 01 April 2022	Additions	Capitalisation	As at 31 March 2023
Intangible assets under development	195.70	143.74	98.84	240.60
Total	195.70	143.74	98.84	240.60

(a) Intangible assets under development ageing schedule

As at 31 March 2024

Intangible assets under development	Amount in Intangible assets under development for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Projects in progress	241.19	82.60	0.86	-	324.65
Projects temporarily suspended	-	-	-	-	-
Total	**241.19**	**82.60**	**0.86**	**-**	**324.65**

As at 31 March 2023

Intangible assets under development	Amount in Intangible assets under development for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Projects in progress	229.30	11.30	-	-	240.60
Projects temporarily suspended	-	-	-	-	-
Total	229.30	11.30	-	-	240.60

(b) There are no intangible assets under development, whose completion is overdue or has exceeded its cost compared to its original plan.

20. Goodwill on consolidation

Particulars	As at 31 March 2024	As at 31 March 2023
Balance at the beginning of the year	**236.60**	663.35
Add:- Goodwill arising on acquisitions	**-**	-
Less:- Goodwill derecognised / impaired	**-**	(426.75)
Balance at the end of year	**236.60**	236.60

The recoverable amount of subsidiaries/associates is based on its value in use. The value in use is estimated using discounted cash flows. Cash flows is estimated by capitalising the future maintainable cash flows by an appropriate capitalisation rate and then discounted using pre-tax discount rate. Operating margins and growth rates for the five year cash flow projections have been estimated based on past experience and after considering the financial budgets/forecasts provided by the management. The values assigned to the key assumptions represent management's assessment of future trends in the relevant industry and have been based on historical data from both external and internal sources.

The management believes that any reasonably possible change in the key assumptions would not cause the carrying amount to exceed the recoverable amount.

21. Other non-financial assets

Particulars	As at 31 March 2024	As at 31 March 2023
Input tax credit	**2,337.14**	2,568.88
Prepaid expenses	**4,303.01**	4,049.25
Vendor Advances	**221.47**	288.75
Advances to employees	**9.25**	11.34
Deposits	**18.71**	18.86
Other assets	**554.12**	181.34
Total	**7,443.70**	7,118.42

22. Trade Payables

Particulars	As at 31 March 2024	As at 31 March 2023
Total outstanding dues of micro enterprises and small enterprises (MSME)	**38.21**	25.96
Total outstanding dues of creditors other than micro enterprises and small enterprises	**16,701.66**	14,096.20
Total	**16,739.87**	14,122.16

22.1 Trade payables ageing schedule

As at 31 March 2024	Outstanding for following periods from due date of payment						
Particulars	**Unbilled**	**Not Due**	**Less than 1 year**	**1-2 years**	**2-3 years**	**More than 3 years**	**Total**
(i) Total outstanding dues of micro enterprises and small enterprises	14.32	-	23.89	-	-	-	**38.21**
(ii) Total outstanding dues of creditors other than micro enterprises and small enterprises	3,182.57	1,348.43	12,124.41	23.21	5.05	17.99	**16,701.66**
(iii)Disputed dues of micro enterprises and small enterprises	-	-	-	-	-	-	**-**
(iv)Disputed dues of creditors other than micro enterprises and small enterprises	-	-	-	-	-	-	**-**
Total	**3,196.89**	**1,348.43**	**12,148.30**	**23.21**	**5.05**	**17.99**	**16,739.87**

As at 31 March 2023	Outstanding for following periods from due date of payment						
Particulars	**Unbilled**	**Not Due**	**Less than 1 year**	**1-2 years**	**2-3 years**	**More than 3 years**	**Total**
(i) Total outstanding dues of micro enterprises and small enterprises	0.72	-	25.24	-	-	-	25.96
(ii) Total outstanding dues of creditors other than micro enterprises and small enterprises	3,275.17	-	10,769.41	15.61	2.34	33.67	14,096.20
(iii)Disputed dues of micro enterprises and small enterprises	-	-	-	-	-	-	-
(iv)Disputed dues of creditors other than micro enterprises and small enterprises	-	-	-	-	-	-	-
Total	**3,275.89**	**-**	**10,794.65**	**15.61**	**2.34**	**33.67**	**14,122.16**

22.2 Trade Payables includes ₹ 38.21 million (Previous Year ₹ 25.96 million) payable to "Suppliers" registered under the Micro, Small and Medium Enterprises Development Act, 2006. Interest paid by the Group during the year to "Suppliers" registered under this Act is ₹ 0.33 million (Previous year: ₹ 0.15 million). The aforementioned is based on the responses received by the Group to its inquiries with suppliers with regard to applicability under the said Act.

23. Debt securities

Particulars	As at 31 March 2024	As at 31 March 2023
Non-Convertible Debentures (at amortised cost)	**124,577.01**	130,046.73
Compulsory Convertible Debentures (at amortised cost) (refer Note 1 below)	**2,601.51**	7,350.18
Non-Convertible Debentures (designated at fair value through profit or loss)	**5,006.41**	6,282.80
Commercial paper (at amortised cost)	**11,795.58**	10,350.63
Total (refer Note 2 below)	**143,980.51**	154,030.34
(i) Debt securities in India	**143,980.51**	154,030.34
(ii) Debt securities outside India	-	-
Total	**143,980.51**	154,030.34

Note:

1. During the year, one of the subsidiary Company obtained a fair valuation report for the Compulsorily Convertible Debentures (CCD) issued to Caisse de dépôt et placement du Québec (CDPQ). Based on the conversion price and various conditions stipulated in the Shareholders' Agreement with CDPQ, as well as the minimum conversion price according to the relevant FEMA guidelines, management reviewed the fair valuation of the CCD as of 31 March 2024. Consequently, a fair value gain of ₹ 4,891.57 million on the CCD was recorded in the consolidated financial statement of the Group. Currently, CDPQ is in discussions to sell these CCDs. As part of this process, the subsidiary Company and CDPQ have mutually agreed to extend the CCD conversion tenor. The new tenor will extend from 07 May 2024, to either 25 May 2024 (if the Closing event does not occur before 25 May 2024), or to 15 July 2024 (if the Closing event occurs before 25 May 2024), as applicable.

2. Out of the above, ₹ 20,536.08 million as at 31 March 2024 (Previous Year ₹ 19,832.92 million) are unsecured. For secured debt, the Group has provided collateral in the nature of Pari Passu charge of immovable property, receivable from financing business, securities held for trading, investments, property (excluding intangible assets) and other assets.

Debt Securities - as at 31 March 2024

Maturities	<1 years	1-3 years	> 3 years	Total
Rate of Interest				
8.00 - 8.99%	**2,047.80**	**1,682.87**	**1,649.83**	**5,380.50**
9.00 - 9.99%	**18,650.98**	**18,001.49**	**16,166.08**	**52,818.55**
10.00 - 10.99%	**1,011.00**	**2,386.53**	**12,434.07**	**15,831.60**
12.00 - 12.99%	-	-	**7.71**	**7.71**
14.00 - 14.99%	**5,503.75**	-	-	**5,503.75**
17.00 - 17.99%	**22.35**	**2,572.32**	-	**2,594.67**
18.00 - 18.99%	-	-	**2,206.02**	**2,206.02**
20.00 - 20.99%	**500.13**	**2,060.10**	-	**2,560.23**
Zero Coupon Debentures	**240.77**	-	-	**240.77**
Various (benchmark linked)	**6,059.23**	**30,358.47**	**12,638.71**	**49,056.41**
Accrued Interest and EIR	-	-	-	**5,178.79**
Total*	**34,036.01**	**57,061.78**	**45,102.42**	**141,379.00**

*** Compulsory Convertible Debentures amounting to ₹ 2,601.51 million not considered for maturity pattern.**

Debt Securities - as at 31 March 2023

Maturities	<1 years	1-3 years	> 3 years	Total
Rate of Interest				
8.00 - 8.99%	1,607.97	771.12	1,649.14	4,028.23
9.00 - 9.99%	26,382.99	12,744.90	23,861.82	62,989.71
10.00 - 10.99%	1,784.34	4,264.66	10,305.79	16,354.79
11.00 - 11.99%	11,250.00	-	-	11,250.00
19.00 - 19.99%	210.00	2,370.00	-	2,580.00
Zero Coupon Debentures	112.26	243.52	-	355.78
Various (benchmark linked)	11,462.39	14,646.00	14,403.64	40,512.03
Accrued Interest and EIR	-	-	-	8,609.62
Total*	**52,809.95**	**35,040.20**	**50,220.39**	**146,680.16**

*** Compulsory Convertible Debentures amounting to ₹ 7,350.18 million not considered for maturity pattern.**

24. Borrowings (other than debt securities) at amortised cost

Particulars	As at 31 March 2024	As at 31 March 2023
Secured		
Term loans		
(Secured against investments, charge on receivables of financing business, cash and cash equivalents and other assets.		
from banks	**15,139.57**	20,196.92
from other parties	**4,879.45**	2,209.00
Bank overdraft/Cash credit lines	**2,589.46**	1,799.38
(Secured by pledge of fixed deposits, property, trade receivables and charge on receivables of financing business)		
Tri party REPO - TREPS facilitates borrowing and lending of funds, in Tri party REPO arrangement (Secured by pledge of Government Securities)	**19,799.71**	18,958.39
Working capital demand loan (secured by charge on receivables from financing business, cash and cash equivalents and property, plant and equipments)	**5,000.00**	6,700.00
Unsecured		
Loans repayable on demand - from other parties	**0.38**	83.33
	47,408.57	49,947.02
Borrowings in India	**47,408.57**	49,947.02
Borrowings outside India	**-**	-
Total	**47,408.57**	49,947.02

Following is the repayment terms of term loans:

Term loans from Banks - Secured as at 31 March 2024

Maturities	<1 years	1-3 years	> 3 years	Total
Rate of Interest				
9.00 - 9.99%	**847.25**	**219.88**	**2,186.61**	**3,253.74**
10.00 - 10.99%	**2,676.45**	**2,705.00**	**4,044.30**	**9,425.75**
11.00 - 11.99%	**1,642.25**	**1,006.25**	**-**	**2,648.50**
Accrued Interest and EIR				**(188.42)**
Total	**5,165.95**	**3,931.13**	**6,230.91**	**15,139.57**

Term loans from Banks - Secured as at 31 March 2023

Maturities	<1 years	1-3 years	> 3 years	Total
Rate of Interest				
7.00 - 7.99%	451.01	-	-	451.01
8.00 - 8.99%	554.10	547.25	187.50	1,288.85
9.00 - 9.99%	4,433.94	4,089.48	1,383.03	9,906.45
10.00 - 10.99%	5,267.54	1,252.80	75.00	6,595.34
11.00 - 11.99%	803.16	557.02	-	1,360.18
12.00 - 12.99%	-	699.99	-	699.99
Accrued Interest and EIR	-	-	-	(104.90)
Total	**11,509.75**	**7,146.54**	**1,645.53**	**20,196.92**

Term loans from Others - Secured as at 31 March 2024

Maturities	<1 years	1-3 years	> 3 years	Total
Rate of Interest				
4.00 - 4.99%	**-**	**157.32**	**-**	**157.32**
5.00 - 5.99%	**-**	**-**	**136.80**	**136.80**
6.00 - 6.99%	**-**	**3.85**	**-**	**3.85**
8.00 - 8.99%	**509.58**	**135.00**	**-**	**644.58**
9.00 - 9.99%	**-**	**-**	**798.56**	**798.56**
10.00 - 10.99%	**185.00**	**-**	**-**	**185.00**
12.00 - 12.99%	**3,000.00**	**-**	**-**	**3,000.00**
Accrued Interest and EIR	**-**	**-**	**-**	**(46.66)**
Total	**3,694.58**	**296.17**	**935.36**	**4,879.45**

Term loans from Others - Secured as at 31 March 2023

Maturities	<1 years	1-3 years	> 3 years	Total
Rate of Interest				
4.00 - 4.99%	159.04	157.32	-	316.36
6.00 - 6.99%	5.80	3.85	-	9.65
8.00 - 8.99%	132.78	255.35	202.91	591.04
9.00 - 9.99%	-	125.00	-	125.00
10.00 - 10.99%	250.00	100.00	-	350.00
11.00 - 11.99%	750.00	75.00	-	825.00
Accrued Interest and EIR	-	-	-	(8.05)
Total	**1,297.62**	**716.52**	**202.91**	**2,209.00**

25. Deposits (at amortised cost)

Particulars	As at 31 March 2024	As at 31 March 2023
Inter Corporate Deposits	**16.98**	16.25
Total	**16.98**	16.25
Inter Corporate Deposits in India	**16.98**	16.25
Inter Corporate Deposits outside India	**-**	-
Total	**16.98**	16.25

26. Subordinated liabilities (at amortised cost)

Unsecured	As at 31 March 2024	As at 31 March 2023
Non-convertible subordinated debt	**10,098.15**	12,303.56
Perpetual debt	**979.97**	1,042.89
Preference share capital	-	20.42
Total	**11,078.12**	13,366.87
Subordinated liabilities in India	**11,078.12**	13,366.87
Subordinated liabilities outside India	**-**	-
Total	**11,078.12**	13,366.87

Terms and condition related to subordinate liabilities:

Subordinated Liabilities – 31 March 2024

Maturities	<1 years	1-3 years	> 3 years	Total
Rate of Interest				
9.00 - 9.99%	-	**167.21**	**3,129.74**	**3,296.95**
10.00 - 10.99%	-	**2,700.00**	**557.56**	**3,257.56**
11.00 - 11.99%	-	**3,638.00**	-	**3,638.00**
Accrued Interest and EIR	-	-	-	**885.61**
Total	-	**6,505.21**	**3,687.30**	**11,078.12**

Subordinated Liabilities – 31 March 2023

Maturities	<1 years	1-3 years	> 3 years	Total
Rate of Interest				
9.00 - 9.99%	-	-	2,760.00	2,760.00
10.00 - 10.99%	-	200.00	3,279.00	3,479.00
11.00 - 11.99%	-	3,646.63	-	3,646.63
14.00 - 14.99%	-	-	20.42	20.42
Various (benchmark linked)	1,430.40	50.00	550.00	2,030.40
Accrued Interest and EIR	-	-	-	1,430.42
Total	**1,430.40**	**3,896.63**	**6,609.42**	**13,366.87**

27. Other financial liabilities (at amortised cost unless otherwise specified)

Particulars	As at 31 March 2024	As at 31 March 2023
Payable to exchange / clearing house (net)	**974.28**	22.34
Book overdraft	**3.97**	4.64
Accrued salaries and benefits	**3,352.15**	3,133.98
Provision for short sale at fair value	**246.59**	-
Reinsurance payable	**3,950.78**	1,779.68
Rental deposits	**230.52**	305.59
Retention money payable	**13.16**	12.37
Unclaimed dividends	**9.77**	9.81
Security receipts held by outsiders	**14,855.16**	6,977.38
Derivative liability	**2,257.37**	2,585.26
Payable on account of securitisation and assignment	**9,015.97**	10,648.92
Financial liability associated to financial assets that are not derecognised	**12,196.15**	23,042.00
Other liabilities	**5,090.09**	4,994.40
Total	**52,195.96**	53,516.37

28. Provisions

Particulars	As at 31 March 2024	As at 31 March 2023
Provision for employee benefits and related costs		
Gratuity	**228.92**	202.40
Compensated absences	**114.94**	105.77
Others	**275.39**	315.79
Total	**619.25**	623.96

29. Other non-financial liabilities

Particulars	As at 31 March 2024	As at 31 March 2023
Income received in advance	**4,960.85**	3,584.60
Statutory dues	**1,958.76**	947.24
Advances from customers	**0.74**	0.92
Proposal deposit from insurance business	**343.95**	240.06
Others	**1,316.90**	1,733.09
Total	**8,581.20**	6,505.91

30. Equity share capital

Particulars	As at 31 March 2024		As at 31 March 2023	
	No of shares	Amount	No of shares	Amount
Authorised :				
Equity Shares of ₹ 1 each	**1,230,000,000**	**1,230.00**	1,230,000,000	1,230.00
Preference shares of ₹ 5 each	**4,000,000**	**20.00**	4,000,000	20.00
	1,234,000,000	**1,250.00**	1,234,000,000	1,250.00
Issued, Subscribed and Paid up:				
Equity Shares of ₹ 1 each	**943,785,026**	**943.79**	943,275,276	943.28
Less: Shares held by Edelweiss Employees Incentives and Welfare Trust (Refer note 1)	**(7,301,510)**	**(7.30)**	(7,301,510)	(7.30)
Less: Shares held by Edelweiss Employees Welfare Trust (Refer note 1)	**(37,595,270)**	**(37.60)**	(37,595,270)	(37.60)
	898,888,246	**898.89**	898,378,496	898.38

A. Reconciliation of number of shares

(Before deducting treasury shares)

	As at 31 March 2024		As at 31 March 2023	
	No of shares	Amount	No of shares	Amount
Outstanding at the beginning of the year	**943,275,276**	**943.28**	943,097,965	943.10
Shares issued during the year:				
-Under Employee Stock Options Plans (ESOPs)	**509,750**	**0.51**	177,311	0.18
Outstanding at the end of the year	**943,785,026**	**943.79**	943,275,276	943.28

Note :

1. Edelweiss Employees' Welfare Trust and Edelweiss Employees' Incentive and Welfare Trust are extension of Edelweiss Financial Services Limited standalone financial statements and have been accordingly carried forward in consolidated financial statements. These trusts are holding 44,896,780 number of equity shares amounting to ₹ 44.90 million (Previous year ₹ 44.90 million). These are deducted from total outstanding equity shares.

2. The above two Employee Welfare Trust(s) hold an aggregate 44,896,780 equity shares of the Company for incentive and welfare benefits for group employees as per extant applicable SEBI regulations. Pursuant to the exercise of right available under Regulation 29 of SEBI (Share Based Employee Benefits) Regulations, 2014, the Company has applied before the expiry date of 27 October 2019 for extension of the time limit for disposing of aforesaid equity shares. The said application is under consideration and approval for extension from SEBI is awaited as at date.

B. Terms/rights attached to equity shares :

The Holding Company has only one class of equity shares having a par value of ₹ 1 per share. Each holder of equity shares is entitled to one vote per share.

In the event of liquidation of the Company, the equity shareholders will be entitled to receive the remaining assets of the Holding Company, after distribution of all preferential amounts, if any, in proportion to the number of equity shares held by the shareholders.

C. Details of shares held by promoters in the Company

As at 31 March 2024

Promoter name	No. of shares at the beginning of the year	Change during the year	No. of shares at the end of the year	%of total shares	% Change during the year
Rashesh Chandrakant Shah	**145,601,730**	**-**	**145,601,730**	**15.43%**	**(0.01)%**
Venkatchalam Ramaswamy	**58,126,560**	**1,450,000**	**59,576,560**	**6.31%**	**0.15%**
Vidya Rashesh Shah	**31,031,200**	**35,000**	**31,066,200**	**3.29%**	**0.00%**
Aparna T Chandrashekar	**12,210,000**	**-**	**12,210,000**	**1.29%**	**0.00%**
Kaavya Venkat Arakoni	**11,790,000**	**-**	**11,790,000**	**1.25%**	**0.00%**
Neel Rashesh Shah	**2,000,000**	**-**	**2,000,000**	**0.21%**	**0.00%**
Sneha Sripad Desai	**1,025,000**	**-**	**1,025,000**	**0.11%**	**0.00%**
Shilpa Urvish Mody	**950,000**	**-**	**950,000**	**0.10%**	**0.00%**
Arakoni Venkatachalam Ramaswamy	**50,000**	**-**	**50,000**	**0.01%**	**0.00%**
Mabella Trustee Services Private Limited (on behalf of M/s. Shah Family Discretionary Trust)	**38,750,000**	**-**	**38,750,000**	**4.11%**	**0.00%**
Spire Investment Advisors LLP	**3,200,000**	**-**	**3,200,000**	**0.34%**	**0.00%**
Sejal Premal Parekh	**950,000**	**-**	**950,000**	**0.10%**	**0.00%**
Avanti Rashesh Shah	**2,000,000**	**-**	**2,000,000**	**0.21%**	**0.00%**
Total	**307,684,490**	**1,485,000**	**309,169,490**	**32.76%**	**0.14%**

As at 31 March 2023

Promoter name	No. of shares at the beginning of the year	Change during the year	No. of shares at the end of the year	%of total shares	% Change during the year
Rashesh Chandrakant Shah	145,601,730	-	145,601,730	15.44%	0.00%
Venkatchalam Ramaswamy	58,126,560	-	58,126,560	6.16%	0.00%
Vidya Rashesh Shah	31,031,200	-	31,031,200	3.29%	0.00%
Aparna T Chandrashekar	12,210,000	-	12,210,000	1.29%	0.00%
Kaavya Venkat Arakoni	11,790,000	-	11,790,000	1.25%	0.00%
Neel Rashesh Shah	2,000,000	-	2,000,000	0.21%	0.00%
Sneha Sripad Desai	1,025,000	-	1,025,000	0.11%	0.00%
Shilpa Urvish Mody	950,000	-	950,000	0.10%	0.00%
Arakoni Venkatachalam Ramaswamy	50,000	-	50,000	0.01%	0.00%
Mabella Trustee Services Private Limited (on behalf of M/s. Shah Family Discretionary Trust)	38,750,000	-	38,750,000	4.11%	0.00%
Spire Investment Advisors LLP	3,200,000	-	3,200,000	0.34%	0.00%
Sejal Premal Parekh	950,000	-	950,000	0.10%	0.00%
Avanti Rashesh Shah	2,000,000	-	2,000,000	0.21%	0.00%
Total	307,684,490	-	307,684,490	32.62%	0.00%

D. Details of shares held by shareholders holding more than 5% of the aggregate shares in the Company

	As at 31 March 2024		As at 31 March 2023	
	No of shares	% holding	No of shares	% holding
Rashesh Shah	**145,601,730**	**15.43%**	145,601,730	15.44%
Venkatchalam Ramaswamy	**59,576,560**	**6.31%**	58,126,560	6.16%
	205,178,290	**21.74%**	203,728,290	21.60%

31. Other equity

Particulars	As at 31 March 2024	As at 31 March 2023
Share application money pending allotment	**2.25**	-
Capital reserve	**8,026.45**	8,026.45
Capital redemption reserve	**287.87**	287.87
Securities premium reserve	**29,623.85**	29,582.57
ESOP/SAR reserve	**372.06**	698.72
Special reserve under section 45-IC of the Reserve Bank of India Act, 1934	**7,946.60**	7,463.98
Reserve under section 29C of the National Housing Bank Act, 1987	**646.15**	607.55
General reserve	**717.15**	717.15
Debenture redemption reserve	**2,688.01**	3,074.01
Impairment reserve	**2,216.85**	2,342.26
Retained earnings	**(8,746.83)**	11,628.26
Foreign exchange translation reserve	**31.86**	120.52
Revaluation reserve through other comprehensive income	**3,368.17**	3,625.19
Equity instruments through other comprehensive income	**(1,574.59)**	(1,700.00)
Debt instruments through other comprehensive income	**1,118.87**	68.21
Total	**46,724.72**	66,542.74

Nature and Purpose

31.1 Capital reserve
Capital reserve represents the gains of capital nature which is not freely available for distribution.

31.2 Capital redemption reserve
The Group has recognised capital redemption reserve on buy back of equity share capital.

31.3 Securities premium reserve
Securities premium reserve is used to record the premium on issue of shares. The reserve can be utilised only for limited purposes such as issuance of bonus shares in accordance with the provisions of the Companies Act, 2013.

31.4 ESOP/SAR reserve
ESOP and SAR options outstanding represents the amount transferred to reserves pursuant to the "ESOP 2011" and "SAR 2019" schemes.

31.5 Statutory reserve u/s 45-IC of The Reserve Bank of India Act, 1934
Every non-banking financial company shall create a reserve fund and transfer therein a sum not less than twenty per cent of its net profit every year as disclosed in the profit and loss account and before any dividend is declared.

31.6 Statutory reserve u/s 29C of The National Housing Bank Act, 1987
In terms of Section 29C of the National Housing Bank Act, 1987 every housing finance institution which is a company is required to create a reserve fund and transfer therein a sum not less than twenty percent of its net profit every year as disclosed in the profit and loss account before any dividend is declared. Housing Finance Companies (HFCs), are permitted to withdraw from the said reserve fund, the excess amount credited (in excess of the statutory minimum of 20%) in the previous years for any business purposes subject to suitable disclosure in the balance sheet and in the case of HFCs which have transferred only the statutory minimum in the previous years to selectively permit them to withdraw from the reserve fund only for the purpose of provisioning for non-performing assets subject to the conditions that there is no debit balance in the profit and loss account and that the reason for such withdrawal are stated explicitly in the balance sheet.

31.7 General reserve
Under the erstwhile Companies Act 1956, general reserve was created through an annual transfer of net income at a specified percentage in accordance with applicable regulations. The purpose of these transfers was to ensure that if a dividend distribution in a given year is more than 10% of the paid-up capital of the Holding Company for that year, then the total dividend distribution is less than the total distributable results for that year. Consequent to introduction of Companies Act 2013, the requirement to mandatorily transfer a specified percentage of the net profit to general reserve has been withdrawn. However, the amount previously transferred to the general reserve can be utilised only in accordance with the specific requirements of Companies Act, 2013.

31.8 Debenture redemption reserve
The Companies Act 2013 requires companies that issue debentures to create a debenture redemption reserve from annual profits until such debentures are redeemed. The Group, except for entities exempted from the requirement, is required to transfer a specified percentage (as provided in the Companies Act, 2013) of the outstanding redeemable debentures to debenture redemption reserve. The amounts credited to the debenture redemption reserve may not be utilised except to redeem debentures. On redemption of debentures, the amount may be transferred from debenture redemption reserve to retained earnings.

31.9 Impairment reserve
RBI notification on Implementation of Indian Accounting Standards, dated 13 March 2020 requires NBFC/ARC subsidiaries within Group are to recognised impairment reserves where impairment allowance under Ind AS 109 is lower than the provisioning required under IRACP (including standard asset provisioning)

31.10 Retained earnings
Retained earnings comprises of the Group's undistributed earnings after taxes.

31.11 Foreign exchange translation reserve
The exchange differences arising out of year end translation of Group entities having functional currency other than Indian Rupees is debited or credited to this reserve.

31.12 Revaluation Reserve through other comprehensive income
For a class of Fixed asset (i.e. flats and building) Group has adopted revaluation model of accounting over cost model. The Revaluation Reserve represents the cumulative gains and losses arising from the revaluation of these assets as at the end of the reporting period.

31.13 FVOCI equity investments
The Group has elected to recognise changes in the fair value of certain investments in equity securities in other comprehensive income. These changes are accumulated within the FVOCI equity investments within equity. The Group reclassified this reserve to retained earnings on derecognition of concerned equity securities.

31.14 FVOCI debt investments
The Group recognises changes in the fair value of debt instruments held with business objective of collection and/or sell, in other comprehensive income. These changes are accumulated within the FVOCI debt investments within equity. The Group reclassifies amounts from this reserve to the statement of profit and loss when the debt instrument is sold/repaid.

31.15 Share application money pending allotment
Share application money pending allotment means the amount received on the application on which allotment is not yet made (pending allotment).

32. Interest income

For the year ended 31 March 2024

Particulars	Amortised cost	FVTPL	FVOCI	Total
Interest on loans	**20,663.11**	-	**129.54**	**20,792.65**
Interest income from investments	**789.04**	**3,282.09**	**2,427.13**	**6,498.26**
Interest on deposits with banks	**1,107.57**	-	-	**1,107.57**
Other interest income	**119.06**	**20.39**	-	**139.45**
Total	**22,678.78**	**3,302.48**	**2,556.67**	**28,537.93**

For the year ended 31 March 2023

Particulars	Amortised cost	FVTPL	FVOCI	Total
Interest on loans	23,727.38	221.32	-	23,948.70
Interest income from investments	282.82	2,081.26	1,875.10	4,239.18
Interest on deposits with banks	853.08	-	-	853.08
Other interest income	417.68	-	-	417.68
Total	**25,280.96**	**2,302.58**	**1,875.10**	**29,458.64**

33. Fee and commission income

Particulars	For the year ended 31 March 2024	For the year ended 31 March 2023
Income from broking	**16.27**	16.04
Advisory and other fees	**12,253.43**	12,427.39
Total	**12,269.70**	12,443.43

Below is the disaggregation of the revenue from contracts with customers and its reconciliation to amounts reported in statement of profit and loss:

Particulars	For the year ended 31 March 2024	For the year ended 31 March 2023
Service transferred at a point in time	**1,430.63**	2,034.18
Service transferred over time	**10,839.07**	10,409.25
Total revenue from contract with customers	**12,269.70**	12,443.43

Geographical Markets	For the year ended 31 March 2024	For the year ended 31 March 2023
India	**11,382.78**	11,648.42
Outside India	**886.92**	795.01
Total revenue from contract with customers	**12,269.70**	12,443.43

34. Net gain on fair value changes

Particulars	For the year ended 31 March 2024	For the year ended 31 March 2023
Net gain /(loss) on financial instruments at fair value through profit or loss		
On trading portfolio		
Investment at FVTPL	**19,563.61**	12,326.66
Derivatives at FVTPL	**3,260.90**	4,954.99
Others		
Other financial instruments	**8,082.46**	5,756.87
Total Net gain/(loss) on fair value changes	**30,906.97**	23,038.52
Fair Value changes:		
Realised gain/(loss)	**8,309.22**	7,744.04
Unrealised gain/(loss)	**22,597.75**	15,294.48
Total	**30,906.97**	23,038.52

35. Other operating revenue

Particulars	For the year ended 31 March 2024	For the year ended 31 March 2023
Income from training centre	**53.50**	61.56
Rental income	**134.74**	211.22
Total	**188.24**	272.78

36. Other income

Particulars	For the year ended 31 March 2024	For the year ended 31 March 2023
Donation income	**365.89**	393.97
Interest on income tax refund	**234.52**	191.49
Miscellaneous income[1]	**419.74**	930.09
Total	**1,020.15**	1,515.55

[1]Includes profit of ₹ 760 million on account of sale of investment property during the previous year ended 31 March 2023.

37. Finance cost (at amortised cost unless otherwise stated)

Particulars	For the year ended 31 March 2024	For the year ended 31 March 2023
Interest on deposits	**6.67**	89.12
Interest on borrowings (other than debt securities)	**5,671.99**	5,377.94
Interest on debt securities	**16,729.29**	16,835.84
Interest on debt securities (at fair value through profit or loss)	**1,119.10**	1,089.69
Interest on subordinated liabilities	**1,316.27**	1,328.47
Other interest expense	**3,021.71**	1,024.57
Total	**27,865.03**	25,745.63

38. Impairment on financial instruments

Particulars	For the year ended 31 March 2024	For the year ended 31 March 2023
On loans	**229.73**	3,327.59
On investments	**(18.22)**	333.97
On trade receivables	**(62.96)**	(42.74)
Total	**148.55**	3,618.82

39. Employee benefits expense

Particulars	For the year ended 31 March 2024	For the year ended 31 March 2023
Salaries and wages	**11,274.75**	9,892.36
Contribution to provident and other funds	**505.94**	506.58
Expense on employee stock option scheme/stock appreciation rights	**13.89**	87.28
Staff welfare expenses	**306.27**	165.52
Total	**12,100.85**	10,651.74

40. Other expenses

Particulars	For the year ended 31 March 2024	For the year ended 31 March 2023
Advertisement and business promotion	**1,634.23**	2,086.06
Auditors' remuneration	**108.13**	109.98
Commission and brokerage	**4,288.12**	2,844.94
Communication	**220.16**	192.39
Computer software and other expenses	**1,036.71**	1,103.84
Commission to non-executive directors	**62.61**	15.50
Contribution towards donations and corporate social responsibility	**539.48**	610.88
Dematerialisation charges and stock exchange expenses	**324.49**	293.83
Directors' sitting fees	**39.89**	26.65
Insurance	**35.38**	28.24
Legal and professional fees	**3,399.16**	5,128.79
Membership and subscription	**203.25**	267.58
Mutual fund expenses	**258.16**	95.18
Office expenses	**441.74**	372.12
Printing and stationery	**59.42**	52.90
Rates and taxes	**1,256.79**	924.91
Rent and electricity charges	**218.41**	207.68
Repairs and maintenance - others	**121.19**	142.01
Security transaction tax	**231.91**	191.35
Seminar and conference expenses	**254.05**	192.00
Stamp duty	**242.88**	133.99
Travelling and conveyance	**454.75**	375.53
Warehousing charges	**2.23**	4.64
Selling and distribution expenses	**595.31**	421.98
Miscellaneous expenses	**605.18**	390.16
Loss on sale/ write-off of property, plant and equipments (net)	**4.43**	3.30
Total	**16,638.06**	16,216.43

41. Income tax

The components of income tax expense recognised in profit or loss for the years ended 31 March 2024 and 31 March 2023 are:

Particulars	For the year ended 31 March 2024	For the year ended 31 March 2023
Current tax	**2,260.86**	1,617.24
Adjustment in respect of current income tax of prior years	**(109.78)**	23.24
Deferred tax relating to origination and reversal of temporary differences	**(3,057.55)**	(1,848.80)
Total tax expense	**(906.47)**	(208.32)
Total current tax	**2,151.08**	1,640.48
Total deferred tax	**(3,057.55)**	(1,848.80)

41.1. Reconciliation of the total tax expense

The tax expense shown in the statement of profit and loss differs from the tax expense that would apply if all profits had been charged at India corporate tax rate. A reconciliation between the tax expense and the accounting profit multiplied by India's domestic tax rate for the years ended is, as follows:

Particulars	For the year ended 31 March 2024	For the year ended 31 March 2023
Profit / (Loss) before tax	**4,374.00**	2,529.31
Tax rate	**25.17%**	25.17%
Income tax expense calculated based on above tax rate	**1,100.85**	636.58
Adjustment in respect of income tax of prior years	**(109.78)**	23.24
Effect of income not subject to tax	**(2,194.58)**	(1,819.33)
Effect of non-deductible expenses	**7.64**	(300.98)
Impact of certain items being taxed at different rates	**(1,420.77)**	(87.45)
Impact of tax rate changes	**0.07**	4.05
Write-down / reversal of write down of deferred tax assets on unused tax credits and unused tax losses (net)	**(7.06)**	215.58
Effect of non-recognition of deferred tax asset on current-year losses	**1,523.29**	1,786.37
Different tax rates of subsidiaries	**109.09**	(362.78)
Others	**84.78**	(303.60)
Tax expense recognised in profit and loss	**(906.47)**	(208.32)

42. Components of deferred tax

The following table shows deferred tax recorded in the Balance sheet and changes recorded in the income tax expense:

As at 31 March 2024	Opening deferred tax asset/(liability)	Recognised in profit or loss	Recognised in other comprehensive income	Recognised directly in equity	Others	Total Movement	Closing deferred tax asset/(liability)
Provision for expected credit losses	**1,819.40**	**(646.54)**	**-**	**-**	**-**	**(646.54)**	**1,172.86**
Unused tax losses / credits	**10,407.66**	**6,619.49**	**-**	**-**	**-**	**6,619.49**	**17,027.15**
Employee benefits obligations	**87.16**	**21.76**	**2.32**	**-**	**-**	**24.08**	**111.24**
ESOP Perquisite	**4.01**	**-**	**-**	**-**	**-**	**-**	**4.01**
Fair valuation of Financial Assets	**609.16**	**(2,353.11)**	**140.65**	**-**	**-**	**(2,212.46)**	**(1,603.30)**
Fair valuation of Derivatives	**(31.91)**	**13.29**	**-**	**-**	**-**	**13.29**	**(18.62)**
Property, Plant and Equipment and Intangible assets	**(2,167.27)**	**126.54**	**-**	**-**	**-**	**126.54**	**(2,040.73)**
Adjustment of effective interest rate on Borrowings	**(333.50)**	**9.09**	**-**	**-**	**-**	**9.09**	**(324.41)**
Special Reserve u/s 36(1)(viii)	**(106.66)**	**(5.84)**	**-**	**-**	**-**	**(5.84)**	**(112.50)**
Others	**-**	**(727.13)**	**-**	**-**	**(74.73)**	**(801.86)**	**(801.86)**
Total	**10,288.05**	**3,057.55**	**142.97**	**-**	**(74.73)**	**3,125.79**	**13,413.84**

As at 31 March 2023	Opening deferred tax asset/(liability)	Recognised in profit or loss	Recognised in other comprehensive income	Recognised directly in equity	Others	Total Movement	Closing deferred tax asset/(liability)
Provision for expected credit losses	2,215.50	(396.10)	-	-	-	(396.10)	1,819.40
Unused tax losses / credits	8,848.33	1,559.33	-	-	-	1,559.33	10,407.66
Employee benefits obligations	77.61	6.15	3.40	-	-	9.55	87.16
ESOP Perquisite	4.01	-	-	-	-	-	4.01
Fair valuation of Financial Assets	50.40	602.11	-	-	(43.35)	558.76	609.16
Fair valuation of Derivatives	(22.50)	(9.41)	-	-	-	(9.41)	(31.91)
Property, Plant and Equipment and Intangible assets	(2,305.65)	138.38	-	-	-	138.38	(2,167.27)
Adjustment of effective interest rate on Borrowings	(287.48)	(46.02)	-	-	-	(46.02)	(333.50)
Special Reserve u/s 36(1)(viii)	(101.02)	(5.64)	-	-	-	(5.64)	(106.66)
Total	**8,479.20**	**1,848.80**	**3.40**	**-**	**(43.35)**	**1,808.85**	**10,288.05**

42.1. Deductible temporary differences, unused tax losses and unused tax credits on which deferred tax asset is not recognised in balance sheet

As at 31 March 2024

Financial Year to which the loss related to	Deductible temporary differences		Unused tax losses									Unused tax credits	
			Unabsorbed depreciation		Unabsorbed long term capital losses		Unabsorbed short term capital losses		Unabsorbed business losses		Total	MAT Credit	
	Amount	Expiry year- financial year	Amount	Expiry year- financial year	Amount	Expiry year- financial year	Amount	Expiry year- financial year	Amount	Expiry year- financial year	Amount	Amount	Expiry year- financial year
FY 2023-24	**188.96**	**Not applicable**	**204.50**	**No expiry**	**-**	**-**	**-**	**-**	**4,928.42**	**FY 2031-32**	**5,132.92**	**61.39**	**No expiry**
FY 2023-24	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**12.35**	**No expiry**	**12.35**	**-**	**-**
FY 2022-23	**2,383.68**	**Not applicable**	**212.43**	**No expiry**	**-**	**-**	**131.51**	**FY 2030-31**	**5,637.42**	**FY 2030-31**	**5,981.36**	**136.31**	**No expiry**
FY 2021-22	**416.26**	**Not applicable**	**208.32**	**No expiry**	**-**	**-**	**-**	**-**	**4,883.56**	**FY 2029-30**	**5,091.88**	**57.49**	**No expiry**
FY 2021-22	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**7.17**	**FY 2026-27**	**7.17**	**-**	**-**
FY 2020-21	**9,609.25**	**Not applicable**	**49.22**	**No expiry**	**3,425.06**	**FY 2028-29**	**526.02**	**FY 2028-29**	**5,828.57**	**FY 2028-29**	**9,828.87**	**23.59**	**No expiry**
FY 2019-20	**1,773.80**	**Not applicable**	**39.91**	**No expiry**	**-**	**-**	**-**	**-**	**5,098.41**	**FY 2027-28**	**5,138.32**	**18.90**	**No expiry**
FY 2018-19	**55.32**	**Not applicable**	**46.89**	**No expiry**	**47.24**	**FY 2026-27**	**-**	**-**	**3,215.51**	**FY 2026-27**	**3,309.64**	**-**	**-**
FY 2018-19	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**551.74**	**FY 2023-24**	**551.74**	**-**	**-**
FY 2017-18	**84.56**	**Not applicable**	**18.00**	**No expiry**	**-**	**-**	**-**	**-**	**2,664.03**	**FY 2025-26**	**2,682.03**	**-**	**-**
FY 2017-18	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**364.80**	**No expiry**	**364.80**	**-**	**-**
FY 2016-17	**-**	**-**	**4.93**	**No expiry**	**-**	**-**	**-**	**-**	**2,598.18**	**FY 2024-25**	**2,603.11**	**-**	**-**
FY 2014-15	**-**	**-**	**0.09**	**No expiry**	**-**	**-**	**-**	**-**	**-**	**-**	**0.09**	**-**	**-**
FY 2013-14	**-**	**-**	**0.74**	**No expiry**	**-**	**-**	**-**	**-**	**-**	**-**	**0.74**	**-**	**-**
Total	**14,511.83**		**785.03**		**3,472.30**		**657.53**		**35,790.16**		**40,705.02**	**297.68**	

As at 31 March 2023

Financial Year to which the loss related to	Deductible temporary differences		Unused tax losses									Unused tax credits	
			Unabsorbed depreciation		Unabsorbed long term capital losses		Unabsorbed short term capital losses		Unabsorbed business losses		Total	MAT Credit	
	Amount	Expiry year- financial year	Amount	Expiry year- financial year	Amount	Expiry year- financial year	Amount	Expiry year- financial year	Amount	Expiry year- financial year	Amount	Amount	Expiry year- financial year
FY 2022-23	2,683.68	Not applicable	111.48	No expiry	-	-	131.51	FY 2030-31	6,138.43	FY 2030-31	6,381.42	136.31	No expiry
FY 2022-23	-	-	-	-	-	-	-	-	15.52	FY 2027-28	15.52	-	-
FY 2021-22	416.26	Not applicable	276.62	No expiry	-	-	-	-	4,952.63	FY 2029-30	5,229.25	57.49	No expiry
FY 2021-22	-	-	-	-	-	-	-	-	34.41	FY 2026-27	34.41	-	-
FY 2020-21	9,914.55	Not applicable	161.93	No expiry	3,425.06	FY 2028-29	526.02	FY 2028-29	5,860.68	FY 2028-29	9,973.69	23.59	No expiry
FY 2020-21	-	-	-	-	-	-	-	-	22.45	FY 2025-26	22.45	-	-
FY 2019-20	1,773.80	Not applicable	214.54	No expiry	-	-	-	-	5,098.41	FY 2027-28	5,312.95	18.90	No expiry
FY 2019-20	-	-	-	-	-	-	-	-	13.76	FY 2024-25	13.76	-	-
FY 2018-19	55.32	Not applicable	164.97	No expiry	47.24	FY 2026-27	-	-	3,508.91	FY 2026-27	3,721.12	-	-
FY 2018-19	-	-	-	-	-	-	-	-	10.37	FY 2023-24	10.37	-	-
FY 2018-19	-	-	-	-	-	-	-	-	428.92	No expiry	428.92	-	-
FY 2017-18	84.56	Not applicable	16.07	No expiry	-	-	-	-	2,707.20	FY 2025-26	2,723.27	-	-
FY 2017-18	-	-	-	-	-	-	-	-	656.58	No expiry	656.58	-	-
FY 2016-17	-	-	9.90	No expiry	-	-	-	-	2,574.26	FY 2024-25	2,584.16	-	-
FY 2016-17	-	-	-	-	-	-	-	-	449.71	FY 2021-22	449.71	-	-
FY 2015-16	-	-	0.12	No expiry	-	-	-	-	1,686.27	FY 2023-24	1,686.39	-	-
FY 2014-15	-	-	6.74	No expiry	-	-	-	-	-	FY 2022-23	6.74	-	-
FY 2013-14	-	-	0.74	No expiry	-	-	-	-	-	-	0.74	-	-
Total	14,928.17		963.11		3,472.30		657.53		34,158.51		39,251.45	236.29	

43. Earnings per share (EPS)

In accordance with Indian Accounting Standard 33 – "Earnings Per Share" prescribed by Companies (Accounts) Rules, 2015, the computation of earnings per share is set out below:

Particulars	**31 March 2024**	31 March 2023
Profit /(loss) for the year attributable to owners of the parent	**4,207.00**	3,441.63
Number of equity shares for calculating basic EPS	**898,888,246**	898,378,496
Weighted average number of shares outstanding at the end of the year for basic EPS	**898,871,130**	898,207,466
Number of dilutive potential equity shares	**2,088,781**	115,119
Weighted average number of shares outstanding at the end of the year for diluted EPS	**900,959,911**	898,322,585
Earnings per share (EPS) (Face value ₹ 1 each)		
Basic earnings share (in ₹)	**4.68**	3.83
Dilutive earning per share (in ₹)	**4.68**	3.83

44. Segment information

The Group has made its consolidated segment reporting to meaningfully represent its business lines Agency business, Capital business, Asset reconstruction business, Insurance & Treasury business. Agency business includes advisory and other fee based businesses; Capital business represents lending business and investment activities; Asset reconstruction business represents purchase and resolution of distress assets; Insurance business represents life insurance business and general insurance business. Treasury business represents income from trading activities.

The management is the Chief Operating Decision Maker (CODM).

The operating segments are the segments for which separate financial information is available and for which operating profit / loss amounts are evaluated regularly by the CODM.

Since the business operations of the Group are primarily concentrated in India, the Group is considered to operate only in the domestic segment.

31 March 2024

Particulars	Agency	Capital based	Insurance business	Asset reconstruction business	Treasury	Unallocated	Total
Segment Revenue	8,369.05	15,717.05	35,520.40	24,123.06	11,523.98	762.21	**96,015.75**
Inter Segment Revenue	(371.22)	2,187.76	-	-	(1,635.53)	(181.01)	-
Revenue from External Customers	**7,997.83**	**17,904.81**	**35,520.40**	**24,123.06**	**9,888.45**	**581.20**	**96,015.75**
Segment Expenditure	**6,643.64**	**18,829.30**	**38,314.52**	**19,347.10**	**7,644.98**	**862.21**	**91,641.75**
Segment results (Profit/(loss) before tax)	**1,354.19**	**(924.49)**	**(2,794.12)**	**4,775.96**	**2,243.47**	**(281.01)**	**4,374.00**
Tax expense							**(906.47)**
Net profit / (loss) for the year							**5,280.47**
Segment assets	**16,044.83**	**160,647.38**	**108,630.26**	**68,817.38**	**49,230.95**	**25,824.91**	**429,195.71**
Segment liabilities	**7,460.03**	**175,957.98**	**98,955.26**	**37,606.11**	**46,231.52**	**2,491.96**	**368,702.86**

31 March 2023

Particulars	Agency	Capital based	Insurance business	Asset reconstruction business	Treasury	Unallocated	Total
Segment Revenue[1]	10,030.14	31,833.63	23,876.59	14,631.06	6,414.74	857.69	**87,643.85**
Inter Segment Revenue	(314.10)	1,171.26	-	-	(658.90)	(198.26)	-
Revenue from External Customers	**9,716.04**	**33,004.89**	**23,876.59**	**14,631.06**	**5,755.84**	**659.43**	**87,643.85**
Segment Expenditure	**6,308.61**	**35,292.67**	**27,122.38**	**9,726.64**	**4,388.18**	**958.12**	**83,796.60**
Segment results (Profit/(loss) before tax)	**3,407.43**	**(2,287.78)**	**(3,245.79)**	**4,904.42**	**1,367.66**	**(298.69)**	**3,847.25**
Tax expense							**(208.32)**
Net profit / (loss) for the year							**4,055.57**
Segment assets	**14,512.18**	**223,247.75**	**85,062.28**	**66,878.71**	**28,324.76**	**22,616.99**	**440,642.67**
Segment liabilities	**6,953.14**	**215,738.00**	**76,545.17**	**39,224.53**	**21,347.02**	**2,372.50**	**362,180.36**

1. Segment revenue includes share in profit/(loss) in associates.
2. Non-cash expenditure aggregated to ₹ 2,801.25 million for the year ended 31 March 2024 (Previous Year ₹ 10,338.41 million)

45. Transfer of Financials Asset

The following tables provide a summary of financial assets that have been transferred in such a way that part or all of the transferred financial assets do not qualify for derecognition, together with the associated liabilities.

Particulars	**As at 31 March 2024**	As at 31 March 2023
Securitisations		
Carrying amount of transferred assets measured at amortised cost (Held as collateral)	**15,828.02**	15,278.21
Carrying amount of associated liabilities (Debt securities - measured at amortised cost)	**15,389.61**	14,194.38
Fair value of assets	**15,801.58**	14,790.02
Fair value of associated liabilities	**14,709.77**	13,308.22
Net position at fair value	**1,091.81**	1,481.80

46. Unconsolidated structured entities

The Group has exposure to certain unconsolidated structured entities being securitisation trusts, alternative investment funds and similar funds. The Group is involved in setting up of these structured entities and generally, acts as the investment manager. However, the Group can be removed by certain specified majority of the investors. Further, the Group does not have significant exposure to variability of returns and its remuneration is commensurate to the services provided. Therefore, these structured entities are not consolidated by the Group.

The following tables show the carrying amount of the Group's recorded interest in its consolidated balance sheet as well as the maximum exposure to risk (as defined in below) due to these exposures in the unconsolidated structured entities:

Particulars	**As at 31 March 2024**			
	Securitisation trusts	**Alternative Investment Funds**	**Total**	**Maximum exposure[1]**
Loans	338.67	-	338.67	338.67
Trade Receivables	458.72	585.97	1,044.69	1,044.69
Investments	15,258.48	14,512.63	29,771.11	29,771.11
Total Assets	**16,055.87**	**15,098.60**	**31,154.47**	**31,154.47**
Off-balance sheet exposure	131.88	3,986.60	4,118.48	4,118.48
Size of the structured entity[1]	222,865.09	363,267.73	586,132.82	-
Income from the structured entity	5,526.09	3,056.96	8,583.05	-

Particulars	As at 31 March 2023			
	Securitisation trusts	**Alternative Investment Funds**	**Total**	**Maximum exposure[1]**
Loans	459.75	-	459.75	459.75
Trade Receivables	2,272.57	403.36	2,675.93	2,675.93
Investments	23,805.88	3,619.76	27,425.64	27,425.64
Total Assets	**26,538.20**	**4,023.12**	**30,561.32**	**30,561.32**
Off-balance sheet exposure	131.88	10,133.37	10,265.25	10,265.25
Size of the structured entity[1]	316,671.81	333,047.32	649,719.13	-
Income from the structured entity	3,425.71	2,594.00	6,019.71	-

[1] In the above table, the size of the structured entity refers to the corpus in case of securitisation trusts and to the assets under management in case of alternative investment funds. For loans, trade receivables and investments in structured entities, the carrying value reflects the Group's maximum exposure to loss.

47. Disclosure of interest in other entities:

1. Details of non wholly owned subsidiaries that have material non-controlling interests.

Name of subsidiary	Place of incorporation and principal place of business	Proportion of ownership interests held by non-controlling interests	Profit/(loss) allocated to non-controlling interests	
			31 March 2024	31 March 2023
Edelweiss Asset Reconstruction Company Limited	India	40.18%	1,427.17	1,279.30
Edelweiss Tokio life insurance Company Limited	India	24.92%	(390.24)	(589.32)

Summarised financial information in respect of each of the Group's subsidiaries that have material non-controlling interests is set out below. The summarised financial information below represents amounts before intra-group eliminations.

Edelweiss Asset Reconstruction Company Limited	**As at 31 March 2024**	As at 31 March 2023
Financial assets	51,863.29	58,716.35
Non-financial assets	1,720.78	752.68
Financial liabilities	20,186.95	29,674.63
Non-financial liabilities	1,898.58	1,853.12
Equity attributable to owners of the company	18,842.43	16,714.49
Non-controlling interest	12,656.11	11,226.79

Particulars	**For the year ended 31 March 2024**	For the year ended 31 March 2023
Revenue from operations	10,685.08	10,006.99
Total income	10,685.08	10,006.99
Total expenses	5,909.11	5,716.46
Profit / (loss) before tax	4,775.97	4,290.53
Tax expense	1,224.02	1,106.60
Profit / (loss) for the year	3,551.95	3,183.93
Total comprehensive income / (loss)	3,551.14	3,181.73
Profit / (loss) for the year attributable to owners of the parent	2,124.78	1,904.63
Profit / (loss) for the year attributable non-controlling interests	1,427.17	1,279.30
Cash flows (used) / generated from operating activities	3,387.43	5,273.32
Cash flows (used) / generated from investing activities	7,082.72	5,152.25
Cash flows (used) / generated from financial activities	(13,291.96)	(8,231.74)
Net cash inflow/(outflow)	(2,821.81)	2,193.83

Edelweiss Tokio life insurance Company Limited	**As at 31 March 2024**	As at 31 March 2023
Financial assets	87,516.53	71,956.42
Non-financial assets	5,643.37	4,187.66
Financial liabilities	4,193.71	4,229.74
Non-financial liabilities	81,779.69	65,133.48
Equity attributable to owners of the company	5,395.62	5,091.07
Non-controlling interest	1,790.88	1,689.79

Particulars	**For the year ended 31 March 2024**	For the year ended 31 March 2023
Revenue from operations	29,467.51	19,992.04
Total income	29,476.48	19,999.93
Total expenses	31,042.44	21,990.82
Profit / (loss) before tax	(1,565.96)	(1,990.89)
Tax expense	-	-
Profit / (loss) for the year	(1,565.96)	(1,990.89)
Total comprehensive income / (loss)	(112.30)	(1,922.79)
Profit / (loss) for the year attributable to owners of the parent	(1,175.72)	(1,401.57)
Profit / (loss) for the year attributable non-controlling interests	(390.24)	(589.32)
Cash flows (used) / generated from operating activities	2,917.94	5,673.17
Cash flows (used) / generated from investing activities	(2,076.22)	(7,850.16)
Cash flows (used) / generated from financial activities	396.40	2,402.19
Net cash inflow/(outflow)	1,238.12	225.20

47. Disclosure of interest in other entities (continued):

2. Details of associate*

Nuvama Wealth Management Limited (Formerly known as Edelweiss Securities Limited - (Consolidated upto 30 March 2023))	**As at 31 March 2024**	As at 31 March 2023
Financial assets	-	124,257.73
Non-financial assets	-	5,310.19
Financial liabilities	-	105,781.16
Non-financial liabilities	-	1,229.04
Total equity	-	22,557.72
Share of commitments and contingent liabilities	-	5,891.51

Particulars	**For the year ended 31 March 2024**	**For the year ended 30 March 2023**
Revenue from operations	-	22,023.89
Total income	-	22,154.00
Total expenses	-	18,141.12
Profit / (loss) before tax	-	4,012.88
Other exceptional items	-	9.40
Profit / (loss) before tax and after exceptional items	-	4,022.28
Tax expense	-	1,000.96
Profit / (loss) for the year	-	3,021.32
Total comprehensive income / (loss)	-	3,053.44
Share in profit / (loss) of associates	-	1,317.94
Share in profit / (loss) of associates in other comprehensive income	-	14.06
Cash flows (used) / generated from operating activities	-	(17,483.30)
Cash flows (used) / generated from investing activities	-	(1,792.46)
Cash flows (used) / generated from financial activities	-	18,844.73
Change in foreign exchange translation reserve	-	47.81
Net cash inflow/(outflow)	-	(383.22)

*Refer Note 75

48. Retirement benefit plan

A) Defined contribution plan (Provident fund and National Pension Scheme):

Amount of ₹ 420.78 million (Previous year: ₹ 389.00 million) is recognised as expenses and included in "Employee benefits expense" in the statement of profit and loss

B) Defined benefit plan (Gratuity):

The following tables summarise the components of the net benefit expenses recognised in the statement of profit and loss and the funded and unfunded status and amount recognised in the balance sheet for the gratuity benefit plan.

Statement of profit and loss

Expenses recognised in the Statement of Profit and Loss:

Particulars	**31 March 2024**	31 March 2023
Current service cost	**81.50**	87.89
Interest on defined benefit obligation	**(1.91)**	7.63
Past service cost	**-**	(1.69)
Exchange rate adjustment	**79.61**	0.18
Total included in 'Employee benefits expense'	**159.20**	94.01

Movement in Other Comprehensive Income:

Particulars	**31 March 2024**	31 March 2023
Balance at start of year (Loss)/ Gain		
Re-measurements on define benefit obligation (DBO)	**(98.46)**	(87.22)
a. Actuarial (Loss)/ Gain from changes in financial assumptions	**2.99**	33.79
b. Actuarial (Loss)/ Gain from experience over the past year	**(19.43)**	(25.68)
Return on plan assets excluding amount included in net interest on the net defined benefit liability/ (asset)	**28.56**	(4.41)
Changes in the effect of limiting a net defined benefit asset to the asset ceiling excluding amount included in net interest on the net defined benefit liability/ (asset)	**(36.47)**	(14.94)
Balance at end of year (Loss)/ Gain	**(122.81)**	(98.46)

Balance sheet

Reconciliation of defined benefit obligation (DBO) :

Particulars	**31 March 2024**	31 March 2023
Present value of DBO at the beginning of the year	**528.46**	538.84
Interest cost	**35.35**	28.85
Current service cost	**81.49**	87.89
Benefits paid	**(88.56)**	(88.83)
Past service cost	**-**	(1.69)
Actuarial (gain)/loss	**16.45**	(37.20)
Transfer (out)/in	**(21.77)**	0.42
Exchange Rate Adjustment	**0.02**	0.18
Present value of DBO at the end of the year	**551.44**	528.46

Reconciliation of fair value of plan assets:

Particulars	**31 March 2024**	31 March 2023
Fair value of plan assets at the beginning of the year	**509.29**	453.11
Contributions by Employer	**77.90**	128.66
Benefits paid	**(88.56)**	(88.83)
Interest income	**44.56**	26.13
Return on plan asset excluding amount included in net interest on the net defined benefit liability/ (asset)	**28.56**	(9.78)
Fair value of plan assets at the end of the year	**571.75**	509.29

48. Retirement benefit plan (Continued)

B) Defined benefit plan (Gratuity) (Continued):

Net asset / (liability) recognised in the balance sheet:

Particulars	**2023-24**	2022-23
Present value of DBO	**(551.44)**	(528.46)
Fair value of plan assets at the end of the year	**571.75**	509.29
Net Liability	**20.31**	(19.17)
Less: Effect of limiting net assets to asset ceiling	**(143.04)**	(102.98)
Liability recognised in the balance sheet	**(122.73)**	(122.15)

Experience adjustments:

Particulars	**2024**	2023	2022	2021	2020
On plan liabilities: loss / (gain)	**19.43**	25.68	35.86	6.74	(34.66)

Principal actuarial assumptions at the balance sheet date:

Particulars	**31 March 2024**	31 March 2023
Discount rate	**7.00%**	**7.10%**
Salary escalation	**7.00%**	**7.00%**
Employees attrition rate	**16.00%**	**16.00%**
Mortality Rate	**IALM 2012-14 (Ultimate)**	**IALM 2012-14 (Ultimate)**

Percentage Break-down of Total Plan Assets	**2023-24**	**2022-23**
Investment Funds with Insurance Company and Cash	**99%**	**99%**
Cash and cash equivalents	**1%**	**1%**
Total	**100%**	**100%**

Sensitivity Analysis for 31 March 2024:

Assumptions	**Discount rate**		**Future salary increases**	
Sensitivity Level	**1.00% increase**	**1.00% decrease**	**1.00% increase**	**1.00% decrease**
Impact on defined benefit obligation	**(21.71)**	**23.32**	**23.05**	**(21.86)**

Sensitivity Analysis for 31 March 2023:

Assumptions	Discount rate		Future salary increases	
Sensitivity Level	1.00% increase	1.00% decrease	1.00% increase	1.00% decrease
Impact on defined benefit obligation	(21.18)	22.71	22.46	(21.36)

Maturity profile

The weighted average duration of the obligation is 4 years (31 March 2023 : 4 years) as at the date of valuation. This represents the weighted average of the expected remaining lifetime of all plan participants.

49. Maturity analysis of assets and liabilities

The table below shows an analysis of assets and liabilities analysed according to when they are expected to be recovered or settled. With regard to loans and advances to customers, the Group uses the same basis of expected repayment behaviour as used for estimating the effective interest rate. Issued debt reflect the contractual coupon amortisations.

Particulars	As at 31 March 2024			As at 31 March 2023		
	Within 12 months	After 12 months	Total	Within 12 months	After 12 months	Total
ASSETS						
Financial assets						
(a) Cash and cash equivalents	23,732.18	-	23,732.18	27,458.60	-	27,458.60
(b) Bank balances other than cash and cash equivalents	7,582.24	1,993.52	9,575.76	6,165.20	3,366.93	9,532.13
(c) Derivative financial instruments	1,192.41	-	1,192.41	779.00	-	779.00
(d) Trade Receivables	3,222.34	353.03	3,575.37	3,637.40	495.68	4,133.08
(e) Loans	7,489.91	140,550.41	148,040.32	54,795.57	118,740.71	173,536.28
(f) Investments	55,275.56	129,639.19	184,914.75	65,536.68	106,085.56	171,622.24
(g) Other financial assets	9,332.94	1,630.00	10,962.94	7,840.83	1,346.26	9,187.09
Total financial assets (A)	**107,827.58**	**274,166.15**	**381,993.73**	**166,213.28**	**230,035.14**	**396,248.42**
Non-financial assets						
(a) Reinsurance assets	0.01	3,273.98	3,273.99	-	3,013.36	3,013.36
(b) Current tax assets (net)	432.51	7,328.81	7,761.32	188.32	8,039.02	8,227.34
(c) Deferred tax assets (net)	-	15,464.78	15,464.78	-	12,115.65	12,115.65
(d) Investment property	-	1,550.67	1,550.67	-	1,822.13	1,822.13
(e) Property, Plant and Equipment	8.47	9,146.46	9,154.93	2.81	9,877.06	9,879.87
(f) Capital work in progress	36.55	-	36.55	1.63	5.46	7.09
(g) Intangible assets under development	92.41	232.24	324.65	43.20	197.40	240.60
(h) Goodwill	-	236.60	236.60	-	236.60	236.60
(i) Other Intangible assets	60.92	1,363.25	1,424.17	10.46	1,274.60	1,285.06
(j) Right to Use (ROU) assets	12.47	518.15	530.62	-	448.13	448.13
(k) Other non- financial assets	2,681.60	4,762.10	7,443.70	1,913.29	5,205.13	7,118.42
Total non-financial assets (B)	**3,324.94**	**43,877.04**	**47,201.98**	**2,159.71**	**42,234.54**	**44,394.25**
TOTAL ASSETS (C = A+B)	**111,152.52**	**318,043.19**	**429,195.71**	**168,372.99**	**272,269.68**	**440,642.67**

Particulars	As at 31 March 2024			As at 31 March 2023		
	Within 12 months	After 12 months	Total	Within 12 months	After 12 months	Total
LIABILITIES						
Financial liabilities						
(a) Derivative financial instruments	1,155.83	-	1,155.83	775.72	-	775.72
(b) Trade Payables	15,704.40	1,035.47	16,739.87	13,820.78	301.38	14,122.16
(c) Insurance claims payable	373.82	-	373.82	509.76	-	509.76
(d) Debt securities	34,036.15	109,944.36	143,980.51	55,559.95	98,470.39	154,030.34
(e) Borrowings (other than debt securities)	36,249.70	11,158.87	47,408.57	40,265.14	9,681.88	49,947.02
(f) Deposits	16.98	-	16.98	16.25	-	16.25
(g) Subordinated Liabilities	738.22	10,339.90	11,078.12	1,430.40	11,936.47	13,366.87
(h) Lease liabilities	507.20	587.63	1,094.83	-	554.08	554.08
(i) Other financial liabilities	10,452.14	41,743.82	52,195.96	9,475.44	44,040.93	53,516.37
Total financial liabilities (D)	**99,234.44**	**174,810.05**	**274,044.49**	**121,853.44**	**164,985.13**	**286,838.57**
Non-financial liabilities						
(a) Current tax liabilities (net)	316.35	47.79	364.14	223.18	26.03	249.21
(b) Provisions	226.47	392.78	619.25	279.56	344.40	623.96
(c) Provision for policyholders' liabilities	-	83,042.84	83,042.84	-	66,135.11	66,135.11
(d) Deferred tax liabilities (net)	-	2,050.94	2,050.94	-	1,827.60	1,827.60
(e) Other non-financial liabilities	8,374.32	206.88	8,581.20	6,350.23	155.68	6,505.91
Total non-financial liabilities (E)	**8,917.14**	**85,741.23**	**94,658.37**	**6,852.97**	**68,488.82**	**75,341.79**
TOTAL LIABILITIES (F = D+E)	**108,151.58**	**260,551.28**	**368,702.86**	**128,706.41**	**233,473.95**	**362,180.36**
NET TOTAL ASSETS / (LIABILITIES) (C-F)	**3,000.94**	**57,491.91**	**60,492.85**	**39,666.58**	**38,795.73**	**78,462.31**

50. Changes in liabilities arising from financing activities

Particulars	As at 01 April 2023	Cash flows	Others**	As at 31 March 2024
Borrowings*	217,914.56	(14,917.89)	582.35	203,579.02
Total liabilities from financing activities	**217,914.56**	**(14,917.89)**	**582.35**	**203,579.02**

Particulars	As at 01 April 2022	Cash flows	Others**	As at 31 March 2023
Borrowings*	227,675.84	(7,687.97)	(2,073.31)	217,914.56
Total liabilities from financing activities	227,675.84	(7,687.97)	(2,073.31)	217,914.56

* Comprises of Debt securities, Deposits, Subordinated Liabilities, other borrowings and lease liabilities.

** Refers to interest expense for the year incurred by entities other than non-banking financial companies in the group.

51. Contingent liabilities, commitments and leasing arrangements:

51.1 Contingent liabilities and commitments

a) Contingent liabilities

- Taxation matters in respect of which appeal is pending ₹ 1,590.49 million (Previous year: ₹ 1,108.10 million).
- Litigation pending against Group amounts to ₹ 183.22 million (Previous year: ₹ 347.63 million).

(i) The Group has received demand notices from tax authorities on account of disallowance of expenditure for earning exempt income under Section 14A of Income Tax Act 1961 read with Rule 8D of the Income Tax Rules, 1962. The Group has filed appeal/s and is defending its position. Based on the favourable outcome in Appellate proceedings in the past and as advised by the tax advisors, Group is reasonably certain about sustaining its position in the pending cases, hence the possibility of outflow of resources embodying economic benefits on this ground is remote.

(ii) Pursuant to the Income Tax Authorities ("the ITA") investigation, after 31 March 2024, the Company and a subsidiary in the Group have received assessment orders cum demand notices from ITA for AY 2022-23. Based on the legal opinion obtained by the Group, management believes that the demand is not sustainable. The Group has filed an appeal against the said assessment orders. Thus, no adjustment has been made or is required in the Consolidated Financial Statement of the Group.

(iii) The Group's pending litigations mainly comprise of claims against the Group pertaining to proceedings pending with Income Tax, Excise, Custom, Sales/VAT tax / GST and other authorities. The Group has reviewed all its pending litigations and proceedings and has adequately provided for where provisions are required and disclosed as contingent liabilities where applicable, in the financial statements. The Group believes that the outcome of these proceedings will not have a materially adverse effect on the Group financial position and results of operations.

Corporate/other guarantee not acknowledged as debt:

Corporate/other guarantee given by the Company on behalf of its associate companies and to third party which is outstanding as at 31 March 2024 and 31 March 2023 is given below:

Particulars	As at 31 March 2024	As at 31 March 2023
Guarantee to trustees and others for non convertible debentures and other borrowings	-	138.27
Guarantee for meeting margin requirements	-	4,000.00
Total	-	4,138.27

b) Commitments

- Undrawn committed credit lines subject to meeting of conditions, ₹ 2,509.83 million as at balance sheet date (Previous year: ₹ 2,611.20
- Estimated amount of contracts remaining to be executed on capital account and not provided for ₹ 92.43 million (Previous year: ₹ 96.25
- Uncalled liabilities on investments ₹ 4,004.49 million (Previous year: ₹ 11,196.11 million).

51.2. Leases

1) This note provides information for leases where the group is a lessee. Group has not given any property on lease

Set out below are the carrying amounts of lease liabilities and the movements	**As at 31 March 2024**	As at 31 March 2023
Opening balance as at	**554.08**	566.01
Addition / disposal during year	**755.27**	174.63
Accretion of interest	**74.59**	70.40
Lease payment for the year	**(289.11)**	(256.96)
Closing balance as at	**1,094.83**	554.08

2) The statement of profit or loss shows the following amounts relating to leases

Particulars	**For the year ended 31 March 2024**	For the year ended 31 March 2023
Depreciation on ROU of assets	**215.05**	201.30
Reversal of lease pre-closure	**(6.56)**	(7.79)
Interest cost	**74.60**	70.39
Expenses related to short term lease	**52.53**	125.42

The maturity analysis of lease liability is disclosed in other financial liabilities in note .49

52. Disclosure as required by Indian Accounting Standard 24 – "Related Party Disclosure":

(A) Individuals owning, directly or indirectly, an interest in the voting power of the reporting enterprise that gives them control or significant influence over the enterprise

Mr. Rashesh Shah
Mr. Venkatchalam Ramaswamy
Ms. Vidya Shah
Ms. Aparna T.C.

(B) Key Management Personnel

Mr. Rashesh Shah - Chairman and Managing Director
Mr. Venkatchalam Ramaswamy - Vice Chairman & Executive Director
Mr. Himanshu Kaji - Executive Director (upto 26 September 2023)
Mr. Rujan Panjwani - Executive Director (upto 2 September 2022)
Ms. Ananya Suneja – Chief Financial Officer
Mr. Tarun Khurana - Company Secretary

(C) Relatives of individuals exercising significant influence and relatives of KMP, with whom transactions have taken place

Ms. Kaavya Venkat
Ms. Shilpa Mody
Ms. Sejal Premal Parekh
Mr. A V Ramaswamy
Ms. Sneha Sripad Desai
Mr. Neel Shah
Ms. Avanti Shah
Ms. Shabnam Panjwani (upto 2 September 2022)

(D) Enterprises over which Promoter / KMPs / Relatives exercise significant influence, with whom transactions have taken place

Spire Investment Advisors LLP
Shah Family Discretionary Trust

(E) Associates with whom transactions have taken place (upto 30th March 2023) (Refer note 75):

Nuvama Wealth Management Limited (formerly known as Edelweiss Securities Limited)

Subsidiaries of Nuvama Wealth Management Limited (formerly known as Edelweiss Securities Limited)

Nuvama Wealth Finance Limited (formerly known as Edelweiss Finance & Investments Limited)
Nuvama Wealth and Investment Limited (formerly known as Edelweiss Broking Limited)
Nuvama Clearing Services Limited (formerly known as Edelweiss Custodial Services Limited)
Nuvama Investment Advisors (Hongkong) Private Limited (formerly known as Edelweiss Securities (Hong Kong) Private Limited)
Nuvama Investment Advisors Private Limited (formerly known as Edelweiss Investment Advisors Private Limited)
Nuvama Financial Services Inc. (Edelweiss Financial Services Inc.)
Nuvama Financial Services (UK) Limited (formerly known as Edelweiss Financial Services (UK) Limited)
Nuvama Capital Services (IFSC) Limited (formerly known as Edelweiss Securities (IFSC) Limited)
Nuvama Asset Management Limited (formerly known as ESL Securities Limited)
Pickright Technologies Private Limited (w.e.f 13 March, 2023)

(F) Independent Directors

Mr. Biswamohan Mahapatra (upto 26 September 2023)
Mr. Kunnasagaran Chinniah (upto 02 September 2022)
Mr. Navtej S. Nandra (upto 02 September 2022)
Mr. P. N. Venkatachalam (upto 02 September 2022)
Mr. Ashok Kini
Dr. Ashima Goyal
Mr. Shiva Kumar (w.e.f 04 August 2022)

52. Disclosure as required by Indian Accounting Standard 24 – "Related Party Disclosure" (Continued):

Transactions with Related Parties:

Sr. No.	Nature of Transaction	Related Party Name	For the year ended 31 March 2024	For the year ended 31 March 2023
1	**Short term loans given to**	Ms. Aparna T. C.	-	21.40
		Mabella Investment Advisor LLP	-	12.81
		Kenai Advisors LLP	-	314.16
2	**Short term loans given repaid by**	Ms. Aparna T. C.	-	244.47
		Mabella Investment Advisor LLP	-	238.09
		Kenai Advisors LLP	-	358.66
3	**Dividend paid on Equity Shares**	Mr. Rashesh Shah	**218.40**	211.12
		Mr. Venkatchalam Ramaswamy	**89.00**	84.28
		Ms. Vidya Shah	**46.59**	45.00
		Shah Family Discretionary Trust	**58.13**	56.19
		Spire Investment Advisors LLP	**4.80**	4.64
		Ms. Aparna T. C.	**18.32**	17.70
		Ms. Kaavya Venkat	**17.69**	17.10
		Mr. Rujan Panjwani	-	14.34
		Mr. Himanshu Kaji	**0.74**	4.31
		Ms. Sneha Sripad Desai	**1.54**	1.49
		Ms. Shilpa Mody	**1.43**	1.38
		Ms. Sejal Premal Parekh	**1.43**	1.38
		Ms. Shabnam Panjwani	-	0.19
		Mr. A V Ramaswamy	**0.08**	0.07
		Mr. Navtej S. Nandra	-	1.99
		Ms. Avanti Shah	**3.00**	2.90
		Mr. P. N. Venkatachalam	-	0.07
		Mr. Neel Shah	**3.00**	2.90
		Mr. Tarun Khurana	**0.09**	0.09
		Mr. Kunnasagaran Chinniah	-	0.05
4	**Interest income on loan from**	Ms. Aparna T. C.	-	12.31
		Mabella Investment Advisor LLP	-	5.80
		Kenai Advisors LLP	-	5.93
5	**Remuneration to**	Mr. Rashesh Shah	**110.03**	80.01
		Mr. Rujan Panjwani	-	38.24
		Mr. Himanshu Kaji	**23.85**	32.50
		Mr. Venkatchalam Ramaswamy	**67.15**	64.42
		Ms. Vidya Shah	**36.53**	-
		Mr. Tarun Khurana	**13.05**	11.11
		Ms. Ananya Suneja	**30.98**	25.11
6	**Sitting fees paid to**	Mr. Biswamohan Mahapatra	**2.03**	1.95
		Mr. Kunnasagaran Chinniah	-	0.60
		Mr. Navtej S. Nandra	-	0.44
		Mr. P N Venkatachalam	-	1.04
		Mr. Dr. Ashima Goyal	**0.83**	0.48
		Mr. Ashok Kini	**2.28**	1.21
		Mr. Shiva Kumar	**4.03**	2.06

52. Disclosure as required by Indian Accounting Standard 24 – "Related Party Disclosure" (Continued):

Transactions with Related Parties:

Sr. No.	Nature of Transaction	Related Party Name	For the year ended 31 March 2024	For the year ended 31 March 2023
7	**Commission paid to**	Mr. Biswamohan Mahapatra	**2.50**	2.00
		Mr. Kunnasagaran Chinniah	**-**	2.00
		Mr. Navtej S. Nandra	**-**	2.00
		Mr. P N Venkatachalam	**-**	3.00
		Dr. Ashima Goyal	**2.50**	2.00
		Mr. Ashok Kini	**2.50**	2.00
		Ms. Vidya Shah	**2.50**	2.00
		Mr. Shiva Kumar	**3.89**	-
		Mr. Venkatchalam Ramaswamy	**40.00**	-
		Ms Ananya Suneja	**1.00**	-
		Mr Tarun Khurana	**0.30**	-
8	**Loan given to KMP**	Mr Tarun Khurana	**5.00**	-
9	**Loan repaid by KMP**	Mr Tarun Khurana	**5.00**	-
10	**Interest income received from loan given to employee**	Mr Tarun Khurana	**0.27**	-
11	**Share Application money received from KMP**	Ms Ananya Suneja	**0.41**	-
12	**Donations given by**	Mr. Rashesh Shah	**58.00**	-
		Ms. Vidya Shah	**15.50**	-
13	**Branding fees received from**	Nuvama Wealth Management Limited	**-**	40.11
14	**Commission and brokerage paid to**	Nuvama Wealth Management Limited	**-**	13.07
		Nuvama Wealth and Investment Limited	**-**	767.52
15	**Other service charges paid to**	Nuvama Clearing Services Limited	**-**	130.45
		Nuvama Wealth Management Limited	**-**	0.00
		Nuvama Wealth and Investment Limited	**-**	99.90
16	**Shared Premises Cost paid to**	Nuvama Wealth and Investment Limited	**-**	0.11
17	**Commission and brokerage received from**	Nuvama Wealth Finance Limited	**-**	16.04
18	**Insurance Premium Income**	Nuvama Wealth and Investment Limited	**-**	74.49
		Nuvama Clearing Services Limited	**-**	4.68
		Nuvama Wealth Finance Limited	**-**	13.18
		Nuvama Capital Services (IFSC) Limited	**-**	0.23
		Nuvama Wealth Management Limited	**-**	17.19
		Nuvama Asset Management Limited	**-**	3.42
		Nuvama Financial Services Inc.	**-**	0.03
19	**Business support service charges from**	Nuvama Wealth and Investment Limited	**-**	3.52
		Nuvama Clearing Services Limited	**-**	0.14
		Nuvama Wealth Finance Limited	**-**	0.71
		Nuvama Wealth Management Limited	**-**	244.73
		Nuvama Asset Management Limited	**-**	0.03
20	**Investments in Debt securities**	Nuvama Asset Management Limited	**-**	475.52
21	**Purchase of Securities**	Nuvama Wealth Finance Limited	**-**	456.47
22	**Redemption of investment**	Nuvama Wealth Finance Limited	**-**	338.90
		Nuvama Wealth and Investment Limited	**-**	1,713.63
23	**Corporate Guarantee support fee income**	Nuvama Wealth Finance Limited	**-**	1.41
		Nuvama Wealth and Investment Limited	**-**	0.85
24	**Rental income from**	Nuvama Wealth and Investment Limited	**-**	1.44
		Nuvama Clearing Services Limited	**-**	173.78
		Nuvama Wealth Finance Limited	**-**	0.17
		Nuvama Wealth Management Limited	**-**	12.57
		Nuvama Asset Management Limited	**-**	0.01

52. Disclosure as required by Indian Accounting Standard 24 – "Related Party Disclosure" (Continued):

Transactions with Related Parties:

Sr. No.	Nature of Transaction	Related Party Name	For the year ended 31 March 2024	For the year ended 31 March 2023
25	**Cost reimbursement received from**	Nuvama Wealth and Investment Limited	-	8.45
		Nuvama Clearing Services Limited	-	14.14
		Nuvama Wealth Finance Limited	-	0.37
		Nuvama Wealth Management Limited	-	4.84
		Nuvama Asset Management Limited	-	0.04
		Nuvama Investment Advisors Private Limited	-	8.93
26	**Cost reimbursement paid to**	Nuvama Wealth and Investment Limited	-	412.87
		Nuvama Clearing Services Limited	-	173.27
		Nuvama Wealth Management Limited	-	209.93
		Nuvama Wealth Finance Limited	-	0.09
		Nuvama Asset Management Limited	-	13.12
27	**Equity segment payin**	Nuvama Wealth Management Limited	-	138.26
		Nuvama Wealth Finance Limited	-	31,100.54
28	**Equity segment payout**	Nuvama Wealth Finance Limited	-	32,515.43
29	**ESOP/SAR charges received from**	Nuvama Investment Advisors Private Limited	-	1.65
30	**ESOP/SAR charges paid to**	Nuvama Clearing Services Limited	-	1.24
		Nuvama Wealth Management Limited	-	5.81
		Nuvama Asset Management Limited	-	1.50
		Nuvama Wealth and Investment Limited	-	17.87
		Nuvama Wealth Finance Limited	-	1.57
		Nuvama Financial Services Inc.	-	0.08
31	**Fee & commission expenses paid to**	Nuvama Wealth and Investment Limited	-	241.79
		Nuvama Financial Services Inc.	-	90.54
		Nuvama Wealth Management Limited	-	34.50
		Nuvama Clearing Services Limited	-	26.51
		Nuvama Investment Advisors (Hongkong) Private Lin	-	25.36
		Nuvama Financial Services (UK) Limited	-	18.67
		Nuvama Investment Advisors Private Limited	-	71.35
32	**Financial charges paid to**	Nuvama Wealth and Investment Limited	-	897.05
		Nuvama Asset Management Limited	-	53.52
		Nuvama Wealth Management Limited	-	47.35
33	**Purchase of property, plant and equipments**	Nuvama Wealth and Investment Limited	-	0.00
		Nuvama Clearing Services Limited	-	0.01
		Nuvama Wealth Finance Limited	-	0.00
		Nuvama Wealth Management Limited	-	1.04
34	**Sale of property, plant and equipments**	Nuvama Wealth and Investment Limited	-	0.04
		Nuvama Wealth Management Limited	-	0.00
		Nuvama Wealth Finance Limited	-	0.00
35	**Donation received from**	Nuvama Clearing Services Limited	-	27.88
		Nuvama Wealth Finance Limited	-	6.72
		Nuvama Wealth Management Limited	-	2.50
		Nuvama Wealth and Investment Limited	-	6.91

52. Disclosure as required by Indian Accounting Standard 24 – "Related Party Disclosure" (Continued):

Transactions with Related Parties:

Sr. No.	Nature of Transaction	Related Party Name	For the year ended 31 March 2024	For the year ended 31 March 2023
36	**Interest income on loan from**	Nuvama Wealth and Investment Limited	-	11.36
37	**Interest income on margin placed with**	Nuvama Clearing Services Limited	-	10.72
38	**Interest expense on debt & securities**	Nuvama Wealth Finance Limited	-	0.53
		Nuvama Wealth Management Limited	-	2.71
39	**Loans and advances given that are repaid**	Nuvama Wealth and Investment Limited	-	1,000.00
40	**Loans and advances given during the year**	Nuvama Wealth and Investment Limited	-	1,000.00
41	**Margin placed with**	Nuvama Clearing Services Limited	-	69,910.64
42	**Margin repaid by**	Nuvama Clearing Services Limited	-	70,136.58
43	**Margin repaid to**	Nuvama Wealth Finance Limited	-	257.93
		Nuvama Clearing Services Limited	-	0.15
44	**Sale of securities to**	Nuvama Wealth Finance Limited	-	483.91

0.00 million indicates amount less than ₹ 0.01 million

Notes:

Information relating to remuneration paid to key managerial person mentioned above excludes provision made for gratuity and provision made for bonus which are provided for group of employees on an overall basis. These are included on cash basis.

53. Capital management

The Group manages the capital structure by a balanced mix of debt and equity. The Group's capital management strategy is to effectively determine, raise and deploy capital so as to create value for its shareholders. The Group maintains sound capitalisation both from an economic and regulatory perspective. The Group continuously monitors and adjusts overall capital demand and supply in an effort to achieve an appropriate balance of the economic and regulatory considerations at all times and from all perspectives. These perspectives include specific capital requirements from rating agencies.

Capital structure includes infusion in the form of equity and structured debt from strategic business partners in certain of Group's subsidiaries to fund expansion and assist in achieving expected growth in the competitive market.

No changes were made in the objectives, policies or processes during the financial years ended 31 March 2024 and 31 March 2023.

This framework is adjusted based on underlying the macro-economic factors affecting business environment, financial market conditions and interest rates environment. Group monitors capital using debt-equity ratio, which is total debt divided by total equity.

Particulars	**As at 31 March 2024**	As at 31 March 2023
Total Debt	**202,484.18**	217,360.48
Equity	**60,492.85**	78,462.31
Net Debt to Equity	**3.35**	2.77

Total debt = Debt securities + Borrowings (other than debt securities) + Deposits + Subordinated Liabilities

54. Share based payments: Employee Stock Option Plans and Stock Appreciation Rights Plans

Edelweiss Financial Services Limited ("EFSL" hereafter), has recognised share based payment expenses for the years ended 31 March 2024 and 31 March 2023 based on fair value as on the grant date calculated as per option pricing model. The grants represent equity-settled options under the Employee Stock Option Plans and Stock Appreciation Rights Plans (hereafter referred to as, "ESOP 2011" and "SAR 2019" or "ESOPs" "SARs").

The EFSL has granted ESOPs under the two plans viz., ESOP 2011 & SAR 2019 to its employees on an equity-settled basis as tabulated below. The ESOPs/SARs provide a right to its holders (i.e., Edelweiss group employees) to purchase one EFSL share for each option at a pre-determined strike price on the expiry of the vesting period. The ESOP/SAR hence represents an European call option that provides a right but not an obligation to the employees of the Edelweiss group to exercise the option by paying the strike price at any time on completion of the vesting period, subject to an outer boundary on the exercise period.

EFSL has granted stock options to employees of the Edelweiss group on an equity-settled basis as tabulated below.

Particulars	SAR 2019	ESOP 2011
Dates of grant	Varying	Varying
Option Type	Equity settled	Equity settled
No. of outstanding options at 31 March 2024	4,859,570	2,254,725
No. of outstanding options at 31 March 2023	8,057,420	4,592,500
No. of Equity shares represented by an option	1 share for 1 option	1 share for 1 option
Fair Value per option	Varies as per the grant date	Varies as per the grant date
Exercise Price	Varies as per the grant date	Varies as per the grant date
Vesting Period	2-6 years	1-4 years
Vesting Conditions	Service	Service

The vesting of options is subject to the employee's continued employment with the Edelweiss group. The ESOPs shall vest as follows:

Particulars	SAR 2019	ESOP 2011
Duration from grant date	% options vesting	% options vesting
12 months from the grant date	-	25.00%
24 months from the grant date	33.33%	25.00%
36 months from the grant date	-	25.00%
48 months from the grant date	33.33%	25.00%
60 months from the grant date	-	-
72 months from the grant date	33.34%	-
Total	**100.00%**	**100.00%**

Plan description

Plan Name	Grant Date	Vesting Conditions	Term of Options	Payout
ESOP Plan 2011	Various	As specified in tables above	1-4 years	Equity settled
SAR Plan 2019	Various	As specified in tables above	2-6 years	Equity settled

Movement of number of Options for 31 March 2024 and 31 March 2023

Number of options	31 March 2024			31 March 2023		
	SAR 2019	ESOP 2011	Total	SAR 2019	ESOP 2011	Total
Outstanding at the start of the year	8,057,420	4,592,500	12,649,920	10,914,200	7,182,488	18,096,688
Granted during the year*	-	-	-	-	-	-
Exercised during the year	(99,000)	(556,500)	(655,500)	(1,034,220)	(25,000)	(1,059,220)
Lapsed/ cancelled during the year	(3,098,850)	(1,781,275)	(4,880,125)	(1,822,560)	(2,564,988)	(4,387,548)
Outstanding at the end of the year*	**4,859,570**	**2,254,725**	**7,114,295**	8,057,420	4,592,500	12,649,920
Exercisable at the end of the year	-	1,946,725	1,946,725	-	3,263,050	3,263,050

*Includes, SAR 2019 345,050, ESOP 2011 Nil approved but not granted.

Weighted Average Exercise Price for 31 March 2024 and 31 March 2023

Weighted Average Exercise Price (₹)	31 March 2024*		31 March 2023	
	SAR 2019	ESOP 2011	SAR 2019	ESOP 2011
Outstanding at the start of the year	136.20	166.84	123.38	172.77
Granted during the year	-	-	-	-
Exercised during the year	52.36	34.79	61.00	60.75
Lapsed/ cancelled during the year	88.24	182.01	104.55	184.47
Outstanding at the end of the year	50.74	69.58	136.20	166.84
Exercisable at the end of the year	NA	76.25	NA	187.44
Weighted Average Share price at the exercise date	78.30	58.59	58.85	58.98

* During the year there is reduction in strike price on account of demerger (refer note 75)

54. Share based payments: Employee Stock Option Plans and Stock Appreciation Rights Plans (Continued)

Outstanding Options as at 31 March 2024 and 31 March 2023

Particulars	31 March 2024		31 March 2023	
	SAR 2019	ESOP 2011	SAR 2019	ESOP 2011
Number of options outstanding	4,859,570	2,254,725	8,057,420	4,592,500
Weighted average strike price (₹)	50.74	69.58	136.20	166.84
Weighted average remaining lifetime of options (in years)	1.35	0.07	1.65	0.16
Number of employees covered under the scheme	111	143	122	166

Options granted during the year 31 March 2024 and 31 March 2023

Particulars	31 March 2024		31 March 2023	
	SAR 2019	ESOP 2011	SAR 2019	ESOP 2011
Number of options granted	-	-	-	-
Weighted average strike price (in ₹)	NA	NA	NA	NA
Weighted average remaining lifetime of options (in years)	NA	NA	NA	NA
Number of employees covered under the scheme	NA	NA	NA	NA
Weighted Average Fair value per option (in ₹)	NA	NA	NA	NA
Weighted Average Intrinsic value per option (in ₹)	NA	NA	NA	NA

Assumptions for Fair Value for the year 31 March 2024 and 31 March 2023

Particulars	31 March 2024		31 March 2023	
	SAR 2019	ESOP 2011	SAR 2019	ESOP 2011
Weighted average share price (in ₹)	112.17	157.75	136.33	169.52
Weighted average strike price (in ₹)	50.74	69.58	136.20	166.84
Weighted average remaining lifetime of options (in years)	1.35	0.07	1.65	0.16
Expected volatility (% p.a.)	56% p.a. - 72% p.a.	41% p.a. - 72% p.a.	56% p.a. - 72% p.a.	41% p.a. - 72% p.a.
Risk-free discount rate (% p.a.)	5.1% p.a. - 6.9% p.a.	4.8% p.a. - 7.8% p.a.	5.1% p.a. - 6.9% p.a.	4.3% p.a. - 7.8% p.a.
Expected dividend yield (% p.a.)	0.7% p.a. - 2.4% p.a.	0.4% p.a. - 2.4% p.a.	0.7% p.a. - 2.4% p.a.	0.4% p.a. - 2.4% p.a.

Other Disclosure

Particulars	31 March 2024			31 March 2023		
	SAR 2019	ESOP 2011	Total	SAR 2019	ESOP 2011	Total
Charges during the year due to share based payments *	10.28	3.61	13.89	71.17	16.11	87.28
Liability due for share based payments	191.24	180.82	372.06	343.65	355.07	698.72
Intrinsic value of the liability above	1.93	10.40	12.33	4.83	20.36	25.19

* includes all group companies including associates

55. Fair Value Measurement

55.1. Valuation Principles :

Fair value is the price that would be received against sale of an asset or paid to transfer a liability in an orderly transaction in the principal (or most advantageous) market at the measurement date under current market conditions (i.e., an exit price), regardless of whether that price is directly observable or estimated using a valuation technique. In order to show how fair values have been derived, financial instruments are classified based on a hierarchy of valuation techniques explained in Note 55.4

55.2. Valuation governance :

The Group's fair value methodology and the governance over its models includes a number of controls and other procedures to ensure appropriate safeguards are in place to ensure its quality and adequacy. All new product initiatives (including their valuation methodologies) are subject to approvals by various functions of the Group including the risk and finance functions.

Where fair values are determined by reference to externally quoted prices or observable pricing inputs to models, independent price determination or validation is used. For inactive markets, Company sources alternative market information, with greater weight given to information that is considered to be more relevant and reliable.

The responsibility of ongoing measurement resides with the business and product line divisions. However Finance department is responsible for establishing procedures governing valuation and ensuring fair values are in compliance with accounting standards

55.3. Assets and liabilities by fair value hierarchy

The following table shows an analysis of financial instruments recorded at fair value by level of the fair value hierarchy. Exchange traded and OTC derivatives are at gross amount i.e. before offsetting margin money. The impact of offsetting is explained in note 10.1.

Particulars	**As at 31 March 2024**			
	Level 1	**Level 2**	**Level 3**	**Total**
Assets measured at fair value on a recurring basis				
Derivative financial instruments (assets)				
Exchange-traded derivatives	**802.55**	**-**	**-**	**802.55**
OTC derivatives	**-**	**1,101.89**	**-**	**1,101.89**
Embedded derivatives in market-linked debentures issued	**-**	**-**	**299.64**	**299.64**
Total derivative financial instruments (assets)	**802.55**	**1,101.89**	**299.64**	**2,204.08**
Investments				
Government securities	**28,349.08**	**39,751.67**	**-**	**68,100.75**
Debt securities	**15.70**	**14,010.54**	**128.94**	**14,155.18**
Mutual fund units	**7,492.05**	**-**	**-**	**7,492.05**
Security receipts	**-**	**-**	**26,039.25**	**26,039.25**
AIF Fund	**-**	**797.60**	**11,063.26**	**11,860.86**
Equity instruments*	**21,857.24**	**20,067.94**	**577.37**	**42,502.55**
Preference Shares	**-**	**-**	**968.90**	**968.90**
Others	**957.09**	**1,889.06**	**-**	**2,846.15**
Total investments measured at fair value	**58,671.16**	**76,516.81**	**38,777.72**	**173,965.69**
Loans and other financial assets measured at fair value	**-**	**-**	**47,099.41**	**47,099.41**
Property, Plant and equipment	**-**	**-**	**11,894.49**	**11,894.49**
Total financial assets measured at fair value on a recurring basis	**59,473.71**	**77,618.70**	**98,071.26**	**235,163.67**

*Equity instruments includes investment in Nuvama Wealth Management Limited (NWML), a former associate of the Company which is subject to lock-in till September 2024 in accordance with Securities and Exchange Board of India regulations. This investment is reported under Level 2 in fair value disclosure in accordance with Ind AS 113 - Fair Value measurement as at 31 March 2024.

Particulars	As at 31 March 2023			
	Level 1	Level 2	Level 3	Total
Assets measured at fair value on a recurring basis				
Derivative financial instruments (assets)				
Exchange-traded derivatives	176.42	38.18	-	214.60
OTC derivatives	-	217.93	-	217.93
Embedded derivatives in market-linked debentures issued	-	-	475.14	475.14
Total derivative financial instruments (assets)	176.42	256.11	475.14	907.67
Investments				
Government securities	25,757.12	31,241.43	-	56,998.55
Debt securities	128.32	13,169.40	4,643.08	17,940.80
Mutual fund units	3,643.44	-	-	3,643.44
Security receipts	-	-	21,089.05	21,089.05
AIF Fund	-	743.52	15,520.25	16,263.77
Equity instruments	14,207.13	1,196.73	35,083.81	50,487.67
Preference Shares	-	-	1,105.68	1,105.68
Others	1,043.84	881.21	-	1,925.05
Total investments measured at fair value	44,779.85	47,232.29	77,441.87	169,454.01
Loans and other financial assets measured at fair value	-	-	2,645.09	2,645.09
Property Plant and equipment			11,780.83	11,780.83
Total financial assets measured at fair value on a recurring basis	44,956.27	47,488.40	92,342.93	184,787.60

55.3. Assets and liabilities by fair value hierarchy (Continued)

Particulars	As at 31 March 2024			
	Level 1	**Level 2**	**Level 3**	**Total**
Liabilities measured at fair value on a recurring basis				
Derivative financial instruments (liabilities):				
Exchange-traded derivatives	522.00	4.40	-	**526.40**
OTC derivatives	-	71.01	-	**71.01**
Embedded derivative liabilities in market-linked debentures	-	-	652.91	**652.91**
Non convertible debentures issued	-	-	5,006.41	**5,006.41**
Short sales	246.59	-	-	**246.59**
Total financial liabilities measured at fair value on a recurring basis	**768.59**	**75.41**	**5,659.32**	**6,503.32**

Particulars	As at 31 March 2023			
	Level 1	Level 2	Level 3	Total
Liabilities measured at fair value on a recurring basis				
Derivative financial instruments (liabilities):				
Exchange-traded derivatives	315.11	67.45	-	382.56
OTC derivatives	-	557.43	-	557.43
Embedded derivative liabilities in market-linked debentures	-	-	443.79	443.79
Non convertible debentures issued	-	-	6,282.80	6,282.80
Short sales	-	-	-	-
Total financial liabilities measured at fair value on a recurring basis	315.11	624.88	6,726.59	7,666.58

55.4. Fair valuation techniques :

Government debt securities
Government debt securities are generally highly liquid and traded in active markets; fair value of these securities is determined under Level 1 classification. For insurance business, security level prices published by CRISIL are considered for valuation and is determined under Level 2 classification.

Debt securities
Fair value of these debt securities is derived based on the indicative quotes of price and yields prevailing in the market as at the reporting date. Wherever debt securities are traded actively, Group has used price quoted at Stock Exchanges; in other cases Group has used CRISIL Corporate Bond Valuation model for measuring fair value.

Security receipts
There is no active market for Security Receipts; Group determines fair value of these securities using discounted cash flow models. Under this method expected cash flows are estimated by using quantitative and qualitative measures regarding the characteristics of the underlying assets including prepayment rates, default rates and other economic drivers. Since valuation of Securities receipts involves significant unobservable valuation inputs, fair value is classified at Level 3.

Equity instruments
Fair valuation of equity instruments, which are listed and actively traded on recognised stock exchanges with readily available active prices on a regular basis, are classified at Level 1. Equity instruments in non-listed entities are initially measured at transaction price and re-measured at each reporting date at valuation determined by external valuer at instrument level. Fair value of unlisted equity securities are classified at Level 3.

Units of Alternative Investment Funds (AIFs) and Mutual Fund
Units held in AIFs are measured based on fund net asset value (NAV), taking into account redemption and/or other restrictions. Such instruments are classified at Level 3.

Open-ended funds that are redeemable at any time, and reports daily Net Asset Value (NAV) and for which sufficient subscriptions and redemptions occur at NAV, are measured at NAV and classified as level 1.

Loans measured at fair value through profit or loss
Loans are segregated, as far as possible, into portfolios of similar characteristics. Fair values are based on observable market transactions, when available. When they are unavailable, fair values are estimated using valuation models incorporating range of input assumptions. Group determines fair value of loans with help of internal valuation team and independent valuer on case-to-case basis. Valuation is based on discounted cash flow, comparable transaction market price, market research and marked trend as considered appropriate.

Derivatives
The Group enters into derivative financial instruments with various counterparties, primarily banks with investment grade credit ratings. Derivatives valued using valuation techniques with market observable inputs are mainly interest rate swaps, exchange traded futures and options contracts. The most frequently applied valuation techniques include quoted price for exchange traded derivatives and Black Scholes models (for option valuation).

OTC derivatives
Under Interest rate swap contract, the Company agrees to exchange the difference between fixed and floating rate of interest amount calculated on agreed notional principal. Such contracts enable the Company to mitigate the risk of changing interest rate. The fair value of interest rate swap is determined by discounting the future cash flows using the curves at the end of year and the credit risk inherent in the contract. Company classify the Interest rate swaps at level 2 valuation.

Exchange traded derivatives
Exchange traded derivatives includes index/stock options, index/stock futures, company uses exchange traded prices to value these derivative and classify valuation of these instrument at level 1

Embedded derivatives
An embedded derivative is a component of a hybrid instrument that also includes a non-derivative host contract with the effect that some of the cash flows of the combined instrument vary in a way similar to a stand-alone derivative.

Group determines valuation using valuation models taking Inputs from observable market (Indices) data wherever possible, including prices available from exchanges, dealers, brokers. Group classify valuation of these embedded derivative at level 3.

55.5. Transfer between Level 1 and level 2

During the year there were no transfers between level 1 and level 2. Similarly, there were no transfers from or transfer to level 3.

55.6. Financial instruments measured at amortised cost

The following table sets out the fair values and fair value hierarchy of financial instruments measured at amortised cost. The information given with respect to financial instruments for which the fair value differs from the carrying amount. Carrying amounts of cash and cash equivalents, trade receivables, trade and other payables as on 31 March 2024 approximate the fair value because of their short-term nature. Difference between carrying amounts and fair values of bank deposits, other financials assets and other financial liabilities is not significant in each of the years presented.

	As at 31 March 2024				
Particulars	**Total Carrying Amount**	**Total fair value**	**Level 1**	**Level 2**	**Level 3**
Financial assets:					
Loans	100,940.91	107,804.37	-	-	107,804.37
Financial liabilities					
Debt securities	138,974.10	140,697.06	36,592.77	89,997.03	14,107.26
Borrowing (other than debt securities)	47,408.57	47,409.05	1,605.88	8,927.90	36,875.27
Subordinated liabilities	11,078.12	11,320.94	-	11,320.94	-
Off-balance sheet items					
Loan commitments	3,127.53	2,071.79	-	-	2,071.79

	As at 31 March 2023				
Particulars	**Total Carrying Amount**	**Total fair value**	**Level 1**	**Level 2**	**Level 3**
Financial assets:					
Loans	170,891.19	174,548.09	-	-	174,548.09
Financial liabilities					
Debt securities	147,747.54	150,265.12	38,893.11	94,937.69	16,434.32
Borrowing (other than debt securities)	49,947.02	49,774.63	1,822.63	10,595.35	37,356.65
Subordinated liabilities	13,366.87	13,106.63	-	13,086.21	20.42
Off-balance sheet items					
Loan commitments	6,233.79	4,903.32	-	-	4,903.32

55.7. Valuation methodologies of financial instruments measured at Amortised Cost:

The Group has used below methodologies and assumptions to estimate fair values of the financial instruments, measured at Amortised cost, only for the purpose of disclosure. These methodologies and assumptions may differ from the methodology and assumptions explained in Notes 55.4

Financial assets at amortised cost

The fair values of these financial assets is determined by discounting contractual cash flows at actual/estimated yields, by current yields incorporating the counterparties' credit risk.

Issued Debt

The fair value of issued debt is estimated using discounted cash flow model.

55.8. Movement in level 3 financial instruments measured at fair value

The following tables show a reconciliation of the opening and closing amounts of Level 3 financial assets and liabilities which are recorded at fair value.

	Financial assets							**Financial liabilities**	
Particulars	**Security Receipts**	**Equity & Preference**	**Debt Securities**	**AIFs**	**Loans classified at fair value**	**Derivative financial assets**	**Others**	**Derivative financial liabilities**	**Non-convertible debentures issued**
As at 31 March 2023	**21,089.05**	**36,189.49**	**4,643.08**	**15,520.25**	**2,645.09**	**475.14**	-	**443.79**	**6,282.80**
Net new purchases and sales including issuance	**8,184.86**	**(222.18)**	**(4,402.80)**	**(7,061.10)**	**481.64**	**232.26**	-	**98.36**	-
Settlements	**15.75**	**(4,136.47)**	-	-	-	**(10.50)**	-	**(214.23)**	**(961.97)**
Gain / Loss	**(3,250.41)**	**(84.55)**	**(111.34)**	**2,604.11**	**(444.40)**	**(397.26)**	-	**324.99**	**(314.42)**
Transferred (from)/to Level 3 and amortised cost	-	**(30,200.02)**	-	-	**44,417.08**	-	-	-	-
As at 31 March 2024	**26,039.25**	**1,546.27**	**128.94**	**11,063.26**	**47,099.41**	**299.64**	-	**652.91**	**5,006.41**
Unrealised Gain / Loss	**(5,618.09)**	**(64.85)**	**(111.34)**	**532.29**	**(444.40)**	**(397.26)**	-	**324.99**	**1,020.24**
As at 31 March 2022	33,406.65	4,217.61	3,023.81	8,629.24	3,361.82	20.80	63.87	1,556.41	7,887.95
Net new purchases and sales including issuance	(1,425.52)	5,507.53	1,625.32	5,354.13	(1,138.33)	434.03	-	168.79	-
Settlements	(10,151.30)	-	-	(335.48)	-	(0.03)	(63.87)	(897.22)	(1,253.63)
Gain / Loss	(740.78)	26,464.35	(6.05)	1,872.36	421.60	20.34	-	(384.19)	(351.52)
As at 31 March 2023	21,089.05	36,189.49	4,643.08	15,520.25	2,645.09	475.14	-	443.79	6,282.80
Unrealised Gain / Loss	(2,921.08)	26,433.68	1,054.37	2,994.22	24.57	20.34	-	(129.47)	2,143.38

*includes financial assets derecognised

55.9. Unobservable inputs used in measuring fair value categorised within Level 3 and sensitivity of fair value measurement to change in unobservable market data.

As at 31 March 2024

Type of Financial Instruments	Valuation Techniques	Significant Unobservable input	Range of estimates for unobservable input	Increase in the unobservable input	Change in fair value because of increase in unobservable input	Decrease in the unobservable input	Change in fair value because of decrease in unobservable input
Investments in security receipts	Net asset value method	NAV per security receipt	₹ 48,025.60 million	5%	857.87	5%	(857.87)
	Discounted projected cash flow	Cash Flow	₹ 96,290.34 million	5%	112.17	5%	(150.52)
		Discount rates	12% to 14.8%	50 basis point	(11.09)	50 basis point	11.03
Investments in units of AIF	Net Asset approach	Fair value of underlying	₹ 542.01 million	5%	27.10	5%	(27.10)
			₹ 136.92 million	5%	2.13	5%	(2.13)
			NAV per unit ₹ 378.36 - ₹ 24,443.02	5%	13.13	5%	(13.13)
			NAV per unit ₹ 8,366- ₹ 100,305	5%	122.67	5%	(122.67)
			NAV per unit ₹ 9,542- ₹ 193,480	5%	348.42	5%	(348.42)
			₹ 14 per Unit	5%	0.20	5%	(0.20)
Investments in unquoted equity shares and preference shares categorised at Level 3	Comparable transaction and P/E	Fair value per share	₹ 124,864 per share	5%	15.75	5%	(15.75)
			₹ 0 to ₹ 278 per share	5%	27.35	5%	(27.35)
			₹ 0 to ₹ 124.64 per share	5%	3.51	5%	(3.51)
			₹ 100 to ₹ 214,140 per share	5%	15.76	5%	(15.76)
			₹ 384 to ₹ 387 per share	5%	0.02	5%	(0.02)
			₹ 59,07 per share	5%	7.39	5%	(7.39)
			₹ 1 to ₹ 10 per share	5%	0.02	5%	(0.02)
		Fair value per Unit	₹ 2,974 per unit	5%	9.16	5%	(9.16)
				5%	7.91	5%	(7.91)
Loans classified as Fair Value	Comparable transaction and P/E	Discounting rate	15% - 20%	1%	A one percentage point change in the discounting rate used in fair valuation of Level 3 assets docs not have a significant impact in its value	1%	A one percentage point change in the discounting rate used in fair valuation of Level 3 assets docs not have a significant impact in its value
Debt investments classified at FVTPL	Comparable transaction and P/E	Fair value per instrument	₹ 0 to ₹ 6,957 per NCD	5%	2.00	5%	(2.00)
			₹ 100 to ₹ 214,140 per NCD	5%	4.45	5%	(4.45)
Embedded derivatives in market-linked debentures issued (Assets/ liability) (net)	Fair value of index	Index levels	-	5%	(17.66)	5%	17.66
	Fair value using Black Scholes model or Monte Carlo approach based on	Nifty level	-	5%	-	5%	-
Debt Securities (Liability)	Discounted projected cash flow	Cash Flow	-	-	2.56	-	(2.56)
		Discount rates	12%	0.50%	-	0.50%	-

55.9. Unobservable inputs used in measuring fair value categorised within Level 3 and sensitivity of fair value measurement to change in unobservable market data (continued)
As at 31 March 2023

Type of Financial Instruments	Valuation Techniques	Significant Unobservable input	Range of estimates for unobservable input	Increase in the unobservable input	Change in fair value because of increase in unobservable input	Decrease in the unobservable input	Change in fair value because of decrease in unobservable input
Investments in security receipts	Net asset value method	NAV per security receipt	₹ 696 to ₹ 1500 per security receipt	5%	808.44	5%	(808.44)
	Discounted projected cash flow	Cash Flow	₹ 349,615.97 million	5%	638.02	5%	(1,487.80)
		Discount rates	12% to 39.74%	50 basis point	(695.70)	50 basis point	(741.51)
Investments in units of AIF	Net Asset approach	Fair value of underlying investments	₹ 11,028.46 million	5%	551.42	5%	(551.42)
			NAV per unit ₹ 10.4 - ₹ 195704.00	5%	11.15	5%	(11.15)
			NAV per unit ₹ 508.52 - ₹ 107,284.00	5%	68.60	5%	(68.60)
			₹ 26 to ₹ 28 per Unit	5%	6.56	5%	(6.56)
					451.13		(454.04)
Investments in unquoted equity shares and preference shares categorised at Level 3	Comparable transaction and P/E	Fair value per share	₹ 157,330 per share	5%	0.79	5%	(0.79)
			₹ 42.85 per share	5%	9.03	5%	(9.03)
			₹ 188 to ₹ 157,330 per share	5%	25.76	5%	(25.76)
			₹ 1 to ₹ 161 per share	5%	0.00	5%	(0.00)
			₹ 1 to ₹ 157,330 per share	5%	29.52	5%	(29.52)
			₹ 100 to ₹ 215,000 per share	5%	20.39	5%	(20.39)
			₹ 1817 to ₹ 2,239 per share	5%	324.45	5%	(324.45)
			₹ 3,121 per unit	5%	9.61	5%	(9.61)
			₹ 2,238 per unit	5%	1,381.75	5%	(1,381.75)
			₹ 1,080 per share	5%	0.05	5%	(0.05)
Loans classified as FVTPL	Comparable transaction and P/E	Discounting rate	15% - 20%	1%	A one percentage point change in the discounting rate used in fair valuation of Level 3 assets docs not have a significant impact in its value	1%	A one percentage point change in the discounting rate used in fair valuation of Level 3 assets docs not have a significant impact in its value
Debt investments classified at FVTPL	Discounted cash flow	Expected future cash flows	₹ 376,333 to ₹ 10,000,000 per NCD	5%	224.82	5%	(224.82)
	Comparable transaction and P/E	Fair value per instrument	₹ 6,667 to ₹ 10,000 per NCD	5%	2.75	5%	(2.75)
	Fair value of index	Price per debenture	₹ 100 to ₹ 215,000 per debenture	5%	4.56	5%	(4.56)
Embedded derivatives in market-linked debentures issued (Assets/ liability) (net)	Fair value of index	Index levels	-	5%	8.66	5%	(8.66)
	Fair value using Black Scholes model or Monte Carlo approach based on the embedded derivative	Nifty level	₹ 79,212.00 million	5%	-	5%	-
Debt Securities (Liability)	Discounted projected cash flow	Cash Flow	₹ 96,571 million	-	-	-	-
		Discount rates	12%	0.50%	-	0.50%	-

56. Risk Management

56.1. Introduction and risk profile

The Edelweiss Group ("The Group") provides a broad range of financial products and services to a substantial and diversified client base that includes corporations, institutions and individuals. The Group's products and services span multiple asset classes and consumer segments across domestic and global geographies. The Group's key lines of business can broadly be classified as below:

- Capital
- Agency
- Insurance (Life and General)
- Asset reconstruction
- Treasury

The Group's diversified businesses profile acts as an inherent risk management mechanism at an overall level. However, the prevailing market environment and ongoing operations expose the Group to various risks like credit risk, market risk, liquidity risk, compliance risk, and technology risk amongst others. As the Group operates various regulated businesses, it is exposed to regulatory and reputation risks also.

56.2. Risk management strategy:

The strategy at an execution level is supported by -

1. Three-tiered risk management structure to manage and oversee risks
2. Board and Executive Level Committees to review and approve risk exposures
3. Risk Management framework to ensure each risk the Group is exposed to is given due importance and managed through a well-defined framework and guidelines
4. Standard Operating Procedures and Product approval framework to ensure risks are mitigated at operational level
5. Adequate segregation of duties to ensure multi-layered checks and balances
6. Exception reporting framework to ensure process and policy deviations are adequately addressed

56.3. Risk management structure

To support the risk strategy and ensure effective risk management, the Group has a "Three-tiered risk management structure" to ensure that there are enough defences are available to control all types of risk issues. The risk structure is enumerated below:

1. **Three lines of defense** - for accountability, oversight, and assurance
   - **Respective Businesses** - the first line of defence; they own and manage risks and are responsible for implementation of the risk management framework
   - **Business Risk teams** - the second line of defence; they are responsible for overseeing risk events and defining the risk management framework
   - **Internal audit** - the third line of defence; they provide independent assurance of risk management framework implementation
2. **Board and Executive level Committees** - for overseeing the risk management. The current Risk Management Committees are
   - Board Risk Committee
   - Investment and Credit Committees

The Board Risk Committee is the overseeing body for Risk Management. The Committee meets at regular intervals to review the risk profile of the Company.

The Investment and Credit Committee serve as the nodal bodies for all credit related decisions. Respective businesses have formulated its own Investment and Credit Committees depending upon the scale of the exposure.

Risk management framework

The businesses in the Group have a Risk Framework, which describes the risk management approach and provides clear accountability for managing risk considered appropriate for the Business. The framework is subject to continuous evaluation based on existing internal as well external environment.

The current risk framework covers :

- Business Risk
- Credit Risk
- Market Risk
- Liquidity Risk
- Regulatory Risk
- Reputation Risk
- Technology Risk
- Operational and Process Risk
- Fraud Risk
- People Risk
- Physical Infrastructure Risk

The Businesses in the Group use different types of tools and techniques for mitigating risk, depending upon the type of risk and quantum. For example:

- Financial risks are mitigated through counterparty and client assessment before any exposure is taken, and defined product/program level risk limits to ensure exposure does not exceed risk appetite. The Committee based approval mechanism is adopted to ensure that high exposures are approved with adequate representation and that there is no bias in approvals.
- Non-financial risks viz technology, operational, fraud, etc. are mitigated through process documentation defining clear ownership for each activity, having adequate system/process level controls like maker-checker, reconciliation, testing and reviews.
- Enterprise level risks viz. reputation, compliance, regulatory, etc. are controlled through policies and framework, educating employees through training and risk socialisation sessions.

56.4. Risk management framework of General Insurance (Zuno General Insurance Limited "ZGIL")

Governance framework

The core of the ZGIL risk philosophy lies in the identification, measurement, monitoring and management of risk. ZGIL believe risk management is a continuous, vital process that is an inalienable part of ZGIL DNA. The Governance structure can thus be seen from three focal points:

1. The Business Users would form the First Line of defence. First Line of defence would ensure that risk and control environment is established into their day to day activities.

   This line of defence would also:

   A. Implement proactive and reactive risk management tools in their processes

   B. Review their processes for adequacy of effectiveness of controls

   C. Report on the level of the risks and effectiveness of controls to the second line of defence on periodic basis

   D. Respond to Regulatory/ Operational/ Business changes quickly and keep the second line of defence informed on the developments.

2. Risk Management, and Compliance team forms part of the Second Line of Defence. The second line of defence is oversight function and would provide direction and guidance to the first line of defence for implementation of ZGIL's Board driven policies. Second line of defence would also monitor implementation efficiency of these policies and provide overall oversight to the business processes and risks.

3. Independent consultants/assurance providers like internal auditors, external auditors, statutory auditors, regulatory auditors etc. forms third line of defence and provides independent assurance. consultants/assurance providers will have direct access to the Board of ZGIL. The Statutory and Regulatory auditors would have independence as per Statutory and Regulatory assurance framework of the country.

The Insurance Regulatory and Development Authority (IRDAI) vide its circular number IRDA/F&A/GDL/CG/100/05/2016 dated 18 May 2016 has issued Guidelines on Corporate Governance for the Insurance Sector. Basis the circular, the following committees form part of the overall risk governance framework:

- Risk Management Committee
- Audit Committee
- Investment Committee
- Policyholder protection Committee

The Risk Management Committee is responsible for periodic review of the risk management process to ensure that the process initiatives are aligned to the desired objectives. ZGIL has Chief Risk Officer who is responsible for the implementation and monitoring of the framework. Further, the key policies adopted under the Risk Framework are as under:

- Underwriting Policy
- Investment Policy
- Asset Liability Management Policy
- Reinsurance Program
- Information Security Policy
- Outsourcing Policy
- Anti Fraud Policy
- Financial authority Matrix

Regulatory framework

Regulators are primarily interested in protecting the rights of policyholders and monitor them closely to ensure that the ZGIL is satisfactorily managing affairs for their benefit. At the same time, regulators are also interested in ensuring that ZGIL maintains an appropriate solvency position to meet unforeseeable liabilities arising from economic shocks or natural disasters. The operations of ZGIL are subject to regulatory requirement within the jurisdiction it operates.

Asset liability management (ALM) framework

The ALM policy adopted by ZGIL helps in:

- Understanding all risks requiring the coordination of assets and liabilities
- Quantify interest rate risks and equity risks
- Quantify the extent of mismatch between the assets and liabilities and thereby prescribe appropriate measures to bridge the gap

Asset Valuation:

Asset valuation and bucketing of assets basis the duration will be as per the IRDAI regulations and applicable standards. Assets will be allocated to different lines in the proportion of the net technical reserves for that line of business.

56.4. Risk management framework of General Insurance (Zuno General Insurance Limited "ZGIL") (Continued)

Liability profiling:

The technical reserves consist of:

1. Unearned Premium Reserves (UPR)
2. Premium Deficiency Reserve (PDR)
3. Incurred But Not Reported (IBNR) reserves
4. Outstanding claims reserves

UPR and PDR can be apportioned basis the policy term outstanding. Outstanding claims reserves and IBNR will be apportioned basis the expected reserve utilisation. Where data is available the reserving techniques like Chain Ladder method can provide significant inputs on the development profile for the claims. Where data is not available, industry benchmarks or assumptions related to the claims profile will be made to arrive at the suitable run off pattern for the liabilities. The emerging claims experience will be periodically reviewed by the actuarial department to take into account any changes in the same.

Insurance risk

The principal risk, ZGIL faces under insurance contracts, is that the actual claims payments or the timing thereof differ from expectations. This is influenced by the frequency of claims, severity of claims, actual benefits paid and subsequent development of long-term claims. Therefore, the objective of ZGIL is to ensure that sufficient reserves are available to cover these liabilities.

ZGIL has developed a risk strategy to manage the risks appropriately. ZGIL's risk management strategy is to establish measures and controls which will assist in prevention, detection and management of risks for strong risk management system. Such risk management system will identify risk at macro as well as micro level on ongoing basis.

The risk identification, assessment and evaluation activity is followed by defining appropriate action items for ensuring effective management of the risks. ZGIL mitigates the risks by careful section of the underwriting strategy, reinsure a part of the risk with various reinsurers, diversification of all insurance contracts and acquiring business from all parts of the Country.

The main Insurance Risks that ZGIL is exposed to are as follows:

I. Product Pricing Risk: The loss ratios are assumed at the time of pricing the product. There is a risk of not pricing the products adequately due to model error/ data selection or biases / lack of relevant data or inadequate underwriting assumptions leading to losses greater than anticipated.

II. Fraud Risk - Excessive, invalid, duplicate or fraudulent claims

III. Reinsurance Risk - ZGIL enters into reinsurance agreements in order to mitigate insurance Risk. However, this leads to default Risk from the reinsurer at the time of claim payment or also concentration risk if all the Risk is insured to one reinsurer.

IV. Investment Risk - Risk of loss arising from actual returns being different than expected. Credit risk due to investee enterprise defaulting on its debt payments.

V. Expense Risk - Risk of loss arising from expense experience being different than expected

VI. Concentration Risk - ZGIL faces concentration Risk by selling business to specific geography or by writing only single line business etc.

Control Measures:
ZGIL has set up Risk Management framework to continuously monitor ZGIL's experience with regard to parameters like loss ratios and investment returns. The underwriting team, with actuarial guidance, has set in place processes and procedures to review proposal.

ZGIL has entered into a separate agreement with reinsurers to cover the catastrophic risks to hedge against catastrophic events leading to higher than expected claim payouts.

ZGIL has been taking efforts so as to mitigate concentration risk through diversification. However, ZGIL may still be exposed to channel concentration risk. The ZGIL business is spread across various key states in India to minimise any geographical concentration, accordingly, it also insulates ZGIL from impact of catastrophic risk.

56.5. Risk management framework of Life Insurance business ("ETLIFE")

a. Governance framework

The primary objective of the ETLIFE's risk and financial management framework is to protect the ETLIFE's shareholders as well as policyholders from events that hinder the sustainable achievement of financial performance objectives, including failing to exploit opportunities.

ETLIFE has an effective Risk Management Framework in place which provides for risk identification, risk assessment and evaluation, monitoring, tracking and feedback mechanism framework to identify, evaluate business risks and opportunities.

ETLIFE has a risk balancing approach and follows the process of risk evaluation, monitoring and control. ETLIFE has structured and uniform method of risk monitoring and control through the Risk and Control Self- Assessment (RCSA) Framework.

ETLIFE continuously reviews its risk exposures and takes measures to limit it to acceptable levels. The Board of Directors has overall responsibility for the establishment and oversight of ETLIFE's risk management framework. This is supplemented with the clear organizational structure and documented delegated authorities and responsibilities from the board of directors to various executive management committees.

b. Capital management objectives, policies and approach

The primary source of capital used by ETLIFE is Equity. ETLIFE's policy is to maintain a strong capital base so as to maintain investor, creditor and market confidence and to sustain future development of the business. The capital requirements are routinely forecast on a periodic basis and assessed against both the forecast available capital and the expected internal rate of return, including risk and sensitivity analysis. The process is ultimately subject to approval by the Board.

ETLIFE has established the following capital management objectives, policies and approach to managing the risks that affect its capital position:

- To comply with the insurance capital requirements that the IRDAI require. In this respect, the IRDAI has prescribed minimum solvency ratio of 150% (refer note on Capital Management for solvency ratio);
- To maintain the required level of stability of ETLIFE, thereby providing a degree of security to policyholders
- To allocate capital efficiently and support the development of business by ensuring that returns on capital employed meet the requirements of its capital providers and shareholders.
- To retain financial flexibility by maintaining strong liquidity and access to a range of capital markets
- To align the profile of assets and liabilities, taking account of risks inherent in the business
- To maintain financial strength to support new business growth and to satisfy the requirements of the policyholders, regulators and stakeholders
- To maintain strong credit ratings and healthy capital ratios in order to support its business objectives and maximise shareholders value

In reporting, financial strength, capital and solvency are measured using the rules prescribed by the Insurance Regulatory Authority of India (IRDAI). These regulatory capital tests are based upon required levels of solvency, capital and a series of prudent assumptions in respect of the type of business written. ETLIFE's Capital Management Policy for its business is to hold sufficient capital to cover the statutory requirements based on the IRDAI directives and maintain a health solvency ratio.

c. Regulatory framework

Regulators are primarily interested in protecting the rights of policyholders and monitor them closely to ensure that the ETLIFE is satisfactorily managing affairs for the benefits of policyholders. At the same time, regulators are also interested in ensuring that ETLIFE maintains an appropriate solvency position to meet unforeseeable liabilities arising from economic shocks or natural disasters. The operations of ETLIFE are subject to regulatory requirement within the jurisdiction it operates.

d. Asset liability management (ALM) framework

Financial risks arise from open positions in interest rate, currency and equity products, all of which are exposed to general and specific market movements. The main risk that ETLIFE faces, due to the nature of its investments and liabilities, is interest rate risk. ETLIFE manages these positions within an ALM framework that has been developed to achieve long-term investment returns in excess of its obligations under insurance and investment contracts. The principal technique of ETLIFE's ALM is to match assets to the liabilities arising from insurance and investment contracts by reference to the type of benefits payable to contract holders. For each distinct category of liabilities, a separate portfolio of assets is maintained.

ETLIFE's ALM is:

- Integrated with the management of the financial risks associated with ETLIFE's other financial assets and liabilities not directly associated with insurance and investment liabilities.
- As an integral part of the insurance risk management policy, to ensure in each period sufficient cash flow is available to meet liabilities arising from insurance and investment contracts.

ETLIFE undertakes Asset Liability Management to reduce interest rate risk. The Company uses expected future cashflows from already written policies and investments to assess the interest rate risk. The ETLIFE enters into interest rate derivative contracts, solely to hedge the residual interest rate risk. The Derivatives are financial instruments which attempt to mimic the economic performance of an underlying asset, security or portfolio. Interest rate derivatives include forward rate agreement, interest rate futures and Interest rate swaps.

ETLIFE uses Interest Rate Derivatives (Forward Rate agreements and Interest rate futures) to minimise the exposure to fluctuations in interest rates on plan assets and liabilities. ETLIFE has a Board approved Derivative policy covering strategic objectives, limits, regulatory and operational framework. It underscores risks inherent in a derivative contract along with a system for measurement and accounting in order to have effective monitoring and control.

Hedge effectiveness is determined based on the principles laid down in the Guidance note on Derivatives issued by The Institute of Chartered Accountants of India and relevant applicable Ind-AS. ETLIFE uses regression analysis to determine Hedge effectiveness. If the hedge is ineffective, then the movement in the Fair Value is charged to the Profit and Loss Account. However, if the hedge is effective, further the effective and ineffective portion of the movement in the Fair Value of the Underlying and the derivative instrument is determined by the currency Offset method. The effective portion is transferred to 'Fair Value change' account in Balance Sheet and Ineffective portion is transferred to Profit and Loss account.

a. Insurance risk

ETLIFE's lines of business are Participating Life (Individual), Non-Participating Life (Individual and Company) and Unit Linked Life (Individual and Company). ETLIFE has presence in Non-Participating Health (Individual), Non-participating Non-linked Variable Insurance (Company), Participating Pension (Individual), Unit Linked Pension (Individual) and Non-Participating Annuity (Individual) business as well. By nature of the business, ETLIFE underwrites risks and provides financial protection. In doing so, ETLIFE is exposed to various risks.

The principal risk, ETLIFE faces under insurance contracts, is that the actual claims and benefit payments or the timing thereof differ from expectations. This is influenced by the frequency of claims, severity of claims, actual benefits paid and subsequent development of long–term claims. Therefore, the objective of ETLIFE is to ensure that sufficient reserves are available to cover these liabilities.

ETLIFE has developed a risk strategy to manage the risks appropriately. ETLIFE's risk management strategy is to establish measures and controls which will assist in prevention, detection and management of risks for strong risk management system. Such risk management system will identify risk at macro as well as micro level on ongoing basis.

The risk identification, assessment and evaluation activity is followed by defining appropriate action items for ensuring effective management of the risks. An action item for all the high risks is defined with clear owners and timelines. ETLIFE mitigates the risks by careful section of the underwriting strategy, reinsure a part of the risk with various reinsurers, diversification of all insurance contracts and acquiring business from all parts of the Country.

56.5. Risk management framework of Life Insurance business ("ETLIFE") (Continued)

b. Life Insurance Contracts and Investment Contracts with and without Discretionary Participation Features:
Ind AS 104 'Insurance Contracts' requires ETLIFE to separate the Financial Instruments (investment contracts) from insurance contracts under specified conditions.

Insurance contracts are those contracts where ETLIFE has accepted significant insurance risk from the policyholders by agreeing to compensate the policyholders if a specified uncertain future event (the insured event) adversely affects the policyholders. Insurance and investment contracts are further classified as being either with or without DPF. DPF is a contractual right to receive, as a supplement to guaranteed benefits, additional benefits that are likely to be a significant portion of the total contractual benefits.

As a general guideline by IRDAI, ETLIFE classifies contract under insurance contract and investment contracts with DPF, if the benefit payable on death is higher by at least 5% of the premium at any time during the life of the contract for other than unit linked products.

All other contracts are classified under Investment Contracts.

Once a contract has been classified as an insurance contract, it remains an insurance contract for the remainder of its lifetime, even if the insurance risk reduces significantly during this period, unless all rights and obligations are extinguished or expire.

Investment contracts, however, can be reclassified as insurance contracts after inception if insurance risk becomes significant.

c. The main Insurance Risks that ETLIFE is exposed to are as follows:
i. Persistency Risk - Risk of loss arising due to policyholder experiences (lapses and surrenders) being different than expected
ii. Mortality Risk - Risk of loss arising due to policyholder mortality experience being different than expected
iii. Investment Risk - Risk of loss arising from actual returns being different than expected
iv. Expense Risk - Risk of loss arising from expense experience being different than expected
v. Reinsurance Risk – ETLIFE enters into reinsurance agreements in order to mitigate insurance Risk. However, this leads to default Risk from the reinsurer at the time of claim payment or also concentration risk if all the Risk is insured to one reinsurer.
vi. Concentration Risk - ETLIFE faces concentration Risk by selling business to specific geography or by writing only single line business etc.

Control Measures:
ETLIFE has set up Risk Management framework to continuously monitor the ETLIFE's experience with regard to parameters like policy lapses, premium persistency, maintenance expenses and investment returns. The underwriting team, with actuarial guidance, has set in place processes and procedures to review proposal. Further, the possible financial effect of adverse mortality and morbidity experience has been reduced by entering into re-insurance agreements with multiple re-insurers. ETLIFE has entered into a separate agreement with reinsurers to cover the catastrophic risks under Individual and Group business to hedge against catastrophic events leading to higher than expected claim payouts.

ETLIFE has been taking efforts so as to mitigate concentration risk through diversification however ETLIFE may still be exposed to channel concentration risk as company is in 13th year of operation and all the channels are not yet fully developed. ETLIFE has been acquiring business from all the parts of India and thus has little geographical concentration. It also insulates ETLIFE from impact of catastrophic risk. ETLIFE has a Board approved Risk Management Policy covering underwriting, claims and reserving for policy liabilities. ETLIFE has a detailed claims processing manual in place. The large claims are referred to ETLIFE's Claims Committee.

Operational risks:
Operational risk is the risk of loss arising from system failure, human error, fraud or external events. When controls fail to perform, operational risks can cause damage to reputation, have legal or regulatory implications or can lead to financial loss. The ETLIFE, cannot expect to eliminate all operational risks, but by initiating a rigorous control framework and by monitoring and responding to potential risks, the ETLIFE is able to manage the risks. Controls include effective segregation of duties, access controls, authorisation and reconciliation procedures, staff education and assessment processes, including the use of internal audit. Business risks such as changes in environment, technology and the industry are monitored through the ETLIFE's strategic planning and budgeting process. Operational risk: A risk arising from this category is resultant of inadequate or failed internal processes and controls, poor corporate governance or from external events such as sudden disasters crippling the operations of the ETLIFE.

Operational risks within the Company are categorized into 6 (six) types namely:
- Fraud
- Execution, delivery and process management
- Business disruption and system failures
- Clients, products and business practices
- Damage to physical assets
- Employment practices and workplace safety

Risk control and mitigation plan forms important part of the risk management processes within the ETLIFE. The ETLIFE's management ensures oversight on the risks by reviewing data, processes and by performing model checks at regular frequencies. The Operational risk impact within the ETLIFE is rated basis frequency and severity matrix. Frequency and severity matrix is further utilized for evaluation of the risk which in turn helps in prioritization. The risk management team conducts an independent root cause analysis of operational risk incidents. Root cause analysis is followed by actual and potential risk exposure assessment. The root cause analysis helps to identify inadequacies in the control measures for known risks or identify new risks which need to be addressed. The resultant learning is then used to improve processes systematically.

56.6. Excessive risk concentration

The relevant businesses in the Group have diversified business model which acts as an inherent mechanism to avoid excessive concentrations of risk.

Single and Group level borrower limits for wholesale lending and program level limits for retail lending have been defined to avoid excess credit concentration. The relevant businesses in the Group monitor these limits as part of its regular monitoring activity. Additionally, the risk team of respective businesses in the Group keep track of Group, Industry, Collateral, Geography level exposure concentrations. These concentrations are periodically reviewed by the business entities in the Group and discussed in their Credit/Risk Committee, so as to avoid further exposures or reduce exposures to sector/industry/ group/geography.

56.7. Credit risk

Credit risk is the risk of financial loss the Group may face due to current/potential inability or unwillingness of a customer or counterparty to meet financial /contractual obligations. Credit risk also covers the possibility of losses associated with diminution in the credit quality of borrowers or counterparties. Group carries out proper due diligence before underwriting creditworthy counterparties and obtains sufficient collateral, where appropriate, as a means of mitigating the risk of financial loss from defaults. In case the loans are to be restructured, similar credit assessment process is followed by the Business in the Group.

The Business in the Group manages its credit risk through a multi-layered approach as given below:

1) Review by the respective Board Risk Committee;
2) The Investment Committees (IC) for approving all credit related decisions, beyond certain levels delegated to Credit Committees. Further, individual loan specific limits as well as concentration limits are also approved by the IC and reviewed on a periodic basis;
3) Respective Business risk team is responsible for industry and portfolio level monitoring and stress testing;
4) Business risk also does day to day client level monitoring; and
5) Independent verification of all client accounts, adherence to policies and frameworks are carried out by internal audit team.

The counterparty, client assessment is done before any exposure is taken. Assessment covers all the aspects of risk like Borrower profile, financials, and adequacy of collateral, promoter strength, repayment capability and cash flow generation. Discussions are held with independent risk and compliance teams both at Business in the Group before the credit proposals are put forward to the Committees for approval. The Business in the Group have committee-based approval process mechanism to ensure high exposures are approved with adequate representation from Compliance, Credit, Legal and other relevant teams and there is no biasness.

The relevant Business in the Group has separate credit origination and appraisal processes for wholesale, distressed and retail segments. For wholesale and distressed segment, the relevant Business in the Group adopt underwriting standards for different client segment based on risk parameter and availability of security. The relevant Business in the Group for Retail segment, adopt underwriting standards both at product and portfolio level.

The Credit monitoring is very important part of managing credit risk. Accordingly, the Business in the Group have independent monitoring of credit exposures and associated risks.

The asset quality review is also performed on regular basis by the Risk Committees of the relevant Business in the Group. The credit portfolio quality report is presented to the Board Risk Committee on a quarterly basis by the concerned Business in the Group.

The Business in the Group applies the expected credit loss model for recognising impairment loss. For the purpose of measuring lifetime expected credit loss ('ECL') the relevant Business in the Group has used practical expedient as permitted under Ind AS 109. This expected credit loss allowance is computed based on a provision matrix which takes into account historical credit loss experience and adjusted for forward-looking information.

The expected credit loss is a product of exposure at default, probability of default and loss given default. The Business in the Group have devised an internal model to evaluate the probability of default and loss given default based on the parameters set out in Ind AS 109. Loans are classified into various stages for different type of business. For non-distress credit business they are classified into Stage 1 – Standard Assets with zero to thirty days past due (DPD), Stage 2 – Significant Credit Deterioration or overdue between 31 to 90 days and Stage 3 – Default Assets with overdue for more than 90 days. Further, ECL also takes into account forward looking factors like GDP growth, interest rates etc. along with historical trends.

The relevant Business in the Group determine that whether there has been a significant increase in the credit risk since initial recognition. If credit risk has not increased significantly, 12-month ECL is used to provide for impairment loss. However, if credit risk has increased significantly, lifetime ECL is used.

Credit loss is the difference between all contractual cash flows that are due to an entity in accordance with the contract and all the cash flows that the entity expects to receive (i.e., all cash shortfalls),discounted at the original EIR (or credit-adjusted EIR for purchased or originated credit impaired financial assets). Expected Credit Loss computation is not driven by any single methodology, however methodology and approach used must reflect the following:

- An unbiased and probability weighted amount that evaluates a range of possible outcomes;
- Reasonable and supportable information that is available without undue cost and effort at the reporting date about past events, current conditions and forecasts of future economic conditions;
- The time value of money.

While the time value of money element is currently being factored into ECL measurement while discounting cash flows by the Effective Interest Rate (EIR), the objective of developing a macroeconomic model using exogenous macroeconomic variables (MEVs) is to address the first two requirements. This is achieved by using the model output to adjust the PD risk component in order to make it forward looking and probability-weighted.

The relevant Business in the Group have internal grading that is based on days past due (dpd) as specified below:

Internal rating grade	Internal grading description	Stages
Performing		
High grade	0 dpd and 1 to 30 dpd	Stage I
Standard grade	31 to 90 dpd	Stage II
Non-performing		
Individually impaired	90+ dpd	Stage III

56.7. Credit risk (Continued)

Significant increase in credit risk (SICR)

In all cases when the borrower becomes 90 days past due, Business in the Group considers a financial instrument as default category and classify such financial instrument as Stage 3 (credit-impaired) for ECL calculations.

Classification of assets form stage 1 to stage 2 is carried out based on SICR criterion. The Financial Instrument (Customer accounts) which are more than 30 days past due have been identified as accounts where significant increase in credit risk has been observed. These Financial Instrument (Customer accounts) have been classified as Stage 2 assets. As a part of a qualitative assessment of whether a customer is in default, the Business in the Group also considers a variety of instances that may indicate unlikeliness to pay. When such events occur, the Business in the Group carefully considers whether the event should result in treating the customer as defaulted and therefore assessed as Stage 3 for ECL calculations or whether Stage 2 is appropriate.

The respective Business in the Group management evaluates the credit situation continuously and the current credit assessment of borrowers is based on the following factors including many factors such as;
1. Whether there is actual or expected significant change in the credit situation which entails significant increase in credit risk.
2. Whether there is existing or forecasted adverse changes in borrower's business, financial or economic conditions that are expected to cause a significant change in the borrower's ability to meet its debt obligations.
3. Whether there are any significant changes in the expected performance and behaviour of the borrower.
4. Whether there are expected changes in the loan documentation, including an expected breach of contract that might lead to covenant waivers or amendments, interest payment holidays, interest rate step-ups, requiring additional collateral or guarantees, or other changes to the contractual framework of the loan.

Reasonable and supportable information that is forward-looking and that is available without undue cost or effort is used by management to assess changes in credit risk. However, considering that the current economic situation is continuously evolving, the management shall apply on regular basis any favourable or detrimental change to the borrower profiles and accordingly factor in macro/micro variables that shall represent the evolved inherent credit risk.

Probability of Default

Probability of Default (PD) is an estimate of likelihood of default over a given time horizon. PD estimation process is done based on historical internal data available with the relevant Business in the Group. While arriving at PD, the relevant Business in the Group also ensures that the factors that affects the macro-economic trends are considered to a reasonable extent, wherever necessary. The Business in the Group calculates 12 months PD by taking in account the past historical trends of loan portfolio and its credit performance. In case of assets where there is significant increase in credit risk/credit impaired assets, lifetime PD has been applied.

Loss Given Default (LGD)

The LGD represents expected losses on the EAD given the event of default, taking into account, among other attributes, the mitigating effect of collateral value at the time it is expected to be realised and the time value of money. The Loss Given Default (LGD) has been computed with workout methodology. Workout LGD is widely considered to be the most flexible, transparent and logical approach to build an LGD model. Along with actual recoveries, value of the underlying collateral has been factored in to estimate future recoveries in LGD computation. Workout LGD computation involves the actual recoveries as well as future recoveries (as a part of the workout process) on a particular facility, as a percentage of balance outstanding at the time of Default/Restructuring. The assessment of workout LGD was then performed. Principal outstanding at NPA was assessed, which went into the denominator of the LGD calculation. LGD computation has been done for each segment and sub-segment separately.

Exposure at Default (EAD)

The amount which the borrower will owe to the portfolio at the time of default is defined as Exposure at Default (EAD). While the drawn credit line reflects the explicit exposure for the Business in the Group , there might be variable exposure that may increase the EAD. These exposures are of the nature where the Business in the Group provides future commitments, in addition to the current credit. Therefore, the exposure will contain both on and off balance sheet values. The value of exposure is given by the following formula:

EAD = Drawn Credit Line + Credit Conversion Factor * Undrawn Credit Line

Where,

Drawn Credit Line = Current outstanding amount

Credit Conversion Factor (CCF) = Expected future drawdown as a proportion of undrawn amount Undrawn Credit Line = Difference between the total amount which the Business in the Group has committed and the drawn credit line While the drawn exposure and limits for the customer are available, the modelling of CCF is required for computing the EAD.

Purchased or originated credit impaired (POCI)

Financial assets that are purchased or originated at a deep discount that reflects the incurred credit losses are considered to be POCI. This population includes the recognition of a new financial instrument following a renegotiation where concessions have been granted for economic or contractual reasons relating to the borrower's financial difficulty, that otherwise would not have been considered.

Forward looking adjustments

A measure of ECL is an unbiased probability-weighted amount that is determined by evaluating a range of possible outcomes and using reasonable and supportable information that is available without undue cost or effort at the reporting date about past events, current conditions and forecasts of future economic conditions.

To fulfil the above requirement Business in the Group have incorporated forward looking information into its measurement of ECL. The objective of developing a macroeconomic model using exogenous macroeconomic variables (MEVs) is to address the requirements of unbiased, probability weighted outcomes while taking into account current conditions as well as future economic conditions. This will be achieved by using the model output to adjust the PD risk component in order to make it forward looking and probability-weighted.

56.7. Credit risk (Continued)

Exogenous macroeconomic parameters were used as independent (X) variables to predict the dependent (Y) variable. Keeping in mind Ind AS requirements around obtaining reliable and supportable information, without incurring undue cost or effort- based on advice of risk committee members and economic experts and consideration of a variety of external actual and forecast information, the Business in the Group formulates base case view of the future direction of relevant economic variable as well as a representative range of other possible forecast scenario. This process involves developing two or more additional economic scenarios and considering the relative probabilities of each outcome.

Data sourcing:
The Group is expected to obtain reasonable and supportable information that is available without undue cost or effort. Keeping in mind the above requirement macroeconomic information was aggregated from Economic Intelligence Unit (EIU), Bloomberg, World Bank, RBI database. The EIU data has a database of around 150 macroeconomic variables as well as their forecasted values. Beyond 2022 macro-economic variables are forecasted by mean reverting the values to their long-term average. External information includes economic data and forecasts published by governmental bodies and monetary authorities in the country, supranational organisations such as the OECD and the IMF, and selected private sector and academic forecasters.

Probability weighted scenario creations:
To incorporate macroeconomic impact into probability-weighted, each scenario has an associated probability. In order to ensure consistency across macroeconomic models, these probabilities were calculated at an overall level for both Retail and Non-Retail portfolios, keeping in mind that though the impact of a scenario across different portfolios may differ based on endogenous factors, the probability of a scenario unfolding is purely exogenous, and hence should not vary.

The Business in the Group has identified and documented key drivers of credit risk and credit losses for each portfolio of financial instruments and using an analysis of historical data, has estimated relationship between macro-economic variables and credit risk and credit losses.

Predicted relationship between the key indicators and default and loss rates on various portfolios of financial assess have been developed based on analysing historical data over the past 5 years.

56.7.1. Overview of modified and forborne loans

There are no modified stage 2 and stage 3 assets treated as forborne during the year, with the related modification loss suffered by the Group.

56.7.2. Analysis of risk concentration

The following table shows the risk concentration by industry for the components of the balance sheet. Additional disclosures for credit quality and the maximum exposure for credit risk per categories based on the Group's internal grading system and year-end stage classification are further disclosed in Note 12.1.

Industry analysis - Risk concentration for 31 March 2024

Components	Financial services	Government	Manufacturing	Retail and wholesale	Oil & gas	Services	Others	Total
Cash and bank balances	**33,307.94**	**-**	**-**	**-**	**-**	**-**	**-**	**33,307.94**
Derivative financial instruments	**1,192.41**	**-**	**-**	**-**	**-**	**-**	**-**	**1,192.41**
Trade receivables	**2,154.01**	**-**	**66.77**	**1,327.02**	**-**	**0.18**	**27.39**	**3,575.37**
Loans	**1,480.18**	**-**	**6,494.69**	**138,837.18**	**-**	**993.44**	**234.83**	**148,040.32**
Investments	**54,280.76**	**71,399.14**	**25,451.32**	**27,968.44**	**104.16**	**1,585.29**	**4,125.64**	**184,914.75**
Other financial assets	**10,846.72**	**-**	**3.90**	**57.85**	**-**	**-**	**54.47**	**10,962.94**
Total	**103,262.02**	**71,399.14**	**32,016.68**	**168,190.49**	**104.16**	**2,578.91**	**4,442.33**	**381,993.73**
Other Commitments	**493.84**	**-**	**-**	**2,172.00**	**-**	**-**	**-**	**2,665.84**

Industry analysis - Risk concentration for 31 March 2023

Components	Financial services	Government	Manufacturing	Retail and wholesale	Oil & gas	Services	Others	Total
Cash and bank balances	36,990.73	-	-	-	-	-	-	36,990.73
Derivative financial instruments	779.00	-	-	-	-	-	-	779.00
Trade receivables	922.51	-	812.11	2,051.44	-	25.97	321.05	4,133.08
Loans	2,974.65	-	8,198.42	137,675.91	-	10,600.88	14,086.42	173,536.28
Investments	61,254.30	59,848.02	22,410.05	19,944.22	81.41	888.99	7,195.25	171,622.24
Other financial assets	8,639.66	-	3.19	503.49	-	0.09	40.66	9,187.09
Total	111,560.85	59,848.02	31,423.77	160,175.06	81.41	11,515.93	21,643.38	396,248.42
Other Commitments	384.95	-	-	1,515.98	-	-	-	1,900.93

56.7.3. Collateral and other credit enhancements

The tables on the following pages show the maximum exposure to credit risk by class of financial asset.

Particulars	Maximum exposure to credit risk		
	31 March 2024	31 March 2023	Principal type of collateral
Financial assets			
Loans:			
Retail Loans and Wholesale loans	**86,135.28**	152,551.30	Equity shares and Mutual fund units, Bonds, Property; book receivables, Land, real estate property securities, and Tangible assets , Inventories, fixed deposits & other marketable securities, Surrender Value of the Policy
Distressed assets	**14,283.19**	17,966.05	Tangible assets
Other credits	**522.44**	373.84	
Trade receivables	**3,575.37**	4,133.08	Equity shares, fixed deposits and bank guarantees, Securities etc.
Debt instruments and other investments at amortised cost	**10,949.06**	2,168.23	Government security and Book debts (including Highly liquid Central/State Government securities & high rated Corporate Bonds)
Total financial assets at amortised cost	**115,465.34**	177,192.50	
Derivative financial instruments	**1,192.41**	779.00	Margin money
Financial assets at FVTPL	**117,060.58**	132,232.54	Tangible assets, Warrants
Financial instrument designated at fair value through profit or loss	**19,910.73**	15,139.30	Tangible assets and Highly liquid Central/State Government securities, high rated Corporate Bonds and liquid Mutual fund units
Total financial instruments at fair value through profit or loss	**138,163.72**	148,150.84	
Debt instruments/Equity instruments at fair value through OCI	**39,636.21**	24,727.26	Government security and Book debts
Financial assets at FVOCI	**44,457.58**	-	Tangible assets and Highly liquid Central/State Government securities, high rated Corporate Bonds and liquid Mutual fund units
Total financial instruments at fair value through OCI	**84,093.79**	**24,727.26**	
Other commitments (max exposure)	**2,395.71**	2,294.57	Property, book receivables, Tangible Assets, Equity Shares, Mutual Fund units, Land, Office Space, Flats, Bungalow, Penthouse, Row house and Commodities.
Total (net)	**340,118.56**	352,365.17	

Above also includes unsecured financial assets.

The Group has not entered in to any credit derivative to mitigate above credit risk.

56.7.4. Fair value of collateral held for stage 3 assets

The below tables provide an analysis of the current fair values of collateral held and credit enhancements for stage 3 assets. Dependent on the level of collateral, some Stage 3 exposures may not have individual ECLs when the expected value of the collateral is greater than the LGD, even in if the future value of collateral is forecast using multiple economic scenarios.

As at 31 March 2024				
	Maximum exposure to credit risk (carrying amount before ECL)	**Associated ECL**	**Carrying amount**	**Fair value of collateral**
Financial assets				
Loans	96,040.38	33,764.99	62,275.39	76,105.26
Debt instruments	-	-	-	-
Total financial assets at amortised cost	**96,040.38**	**33,764.99**	**62,275.39**	**76,105.26**
Loan commitments	-	-	-	-
Total	**96,040.38**	**33,764.99**	**62,275.39**	**76,105.26**

As at 31 March 2023				
	Maximum exposure to credit risk (carrying amount before ECL)	Associated ECL	Carrying amount	Fair value of collateral
Financial assets				
Loans	131,547.15	48,413.91	83,133.24	93,923.64
Debt instruments	22.94	3.46	19.48	19.48
Total financial assets at amortised cost	131,570.09	48,417.37	83,152.72	93,943.12
Loan commitments	128.11	0.54	127.57	4.00
Total	131,698.20	48,417.91	83,280.29	93,947.12

56.8 Liquidity risk and funding management

Liquidity risk emanates from the mismatches existing on the balance sheet due to differences in maturity and repayment profile of assets and liabilities. These mismatches could either be forced in nature due to market conditions or created with an interest rate view. Such risk can lead to a possibility of unavailability of funds to meet upcoming obligations arising from liability maturities. To mitigate liquidity risk

- Group maintains Liquidity Cushion equivalent to 12-15% of the borrowings in the form of Fixed Deposits, Mutual Funds, Cash, G-Sec, etc. These assets carry minimal credit risk and can be liquidated in a very short period of time.
- Secondly, group has undrawn lines of credit from banks which are drawable on notice which further augment the available sources of funds.
- To reduce concentration of funding risk, Group relies on diversified sources including Banks, Retail investors in capital markets, Mutual Funds, ECB, Sub Debt etc.

Group has a Liquidity Contingency Policy in place and various liquidity parameters are defined and tracked regularly. Liquidity Management Team is provided with update on expected liquidity shortfalls considering normal as well as Stress scenario. A detailed set of activities have been defined to be executed during stress scenario.

Group has a Liquidity Contingency Policy in place to ensure various liquidity parameters are defined and tracked regularly. Liquidity Management Team is provided with update on expected liquidity shortfalls in Normal as well as Stress scenario. A detailed set of activities have been defined to be executed during stress scenario

56.8.1. Analysis of financial liabilities, financial assets, derivatives and financial commitments by remaining contractual maturities

The table below summarises the maturity profile of the undiscounted cash flows of the Group's financial liabilities, financial assets, derivatives and financial commitments as at 31 March 2024

The tables have been drawn up based on the undiscounted cash flows i.e. the tables include both interest and principal cashflows. The contractual maturity with respect to financial liabilities is based on the earliest date on which the Group may be asked to pay. To the extent that interest flows are at floating rate, the undiscounted amount is derived using interest rates in force at the balance sheet date. Further, with regards to amounts payable in currencies other than Indian Rupees, the amounts are determined based on the spot exchange rates at the balance sheet date. The analysis with respect to financial assets is based on expected maturities. All derivatives which are entered into for trading purposes are shown in the earliest time band. With respect to other derivatives, the remaining contractual maturity information has been given based on undiscounted cash flows.

As at 31 March 2024

Non-derivative financial liabilities	**Upto 3 months**	**Between 3 to 6 months**	**Between 6 months to 1 year**	**Between 1 year to 3 years**	**More than 3 years**	**Total**
Trade payables	11,399.31	1,583.34	2,533.26	1,166.42	41.36	16,723.69
Borrowings (other than debt securities)	23,386.59	5,184.33	9,630.96	7,461.61	3,387.32	49,050.81
Debt securities	19,496.87	6,415.89	19,712.17	70,222.94	44,485.62	160,333.49
Subordinated financial liabilities	620.97	39.76	658.62	8,742.20	4,105.81	14,167.36
Deposits	-	16.98	-	-	-	16.98
Other financial liabilities	16,769.82	2,555.14	8,000.52	8,183.93	20,384.85	55,894.26
Total undiscounted non-derivative financial liabilities	**71,673.56**	**15,795.44**	**40,535.53**	**95,777.10**	**72,404.96**	**296,186.59**

Non-derivative financial assets	**Upto 3 months**	**Between 3 to 6 months**	**Between 6 months to 1 year**	**Between 1 year to 3 years**	**More than 3 years**	**Total**
Cash and cash equivalent and other bank balances	24,466.45	556.59	5,850.58	1,917.00	552.65	33,343.27
Trade receivables	2,452.06	563.82	159.60	436.79	-	3,612.27
Loans	18,485.47	9,436.65	25,902.30	63,106.35	76,245.72	193,176.49
Investments	42,611.63	11,210.30	28,494.21	20,735.39	169,008.83	272,060.36
Other financial assets	8,300.83	743.24	126.19	309.14	1,437.46	10,916.86
Total undiscounted non-derivative financial assets	**96,316.44**	**22,510.60**	**60,532.88**	**86,504.67**	**247,244.66**	**513,109.25**

Derivatives	**Upto 3 months**	**Between 3 to 6 months**	**Between 6 months to 1 year**	**Between 1 year to 3 years**	**More than 3 years**	**Total**
Net settled derivatives entered into for trading purposes	335.38	(50.97)	-	-	82.51	366.92
Other net settled derivatives	33.48	(408.61)	13.97	30.82	-	(330.34)
Total	**368.86**	**(459.58)**	**13.97**	**30.82**	**82.51**	**36.58**

Commitments	**Upto 3 months**	**Between 3 to 6 months**	**Between 6 months to 1**	**Between 1 year to 3 years**	**More than 3 years**	**Total**
Undrawn loan and other commitments	2,077.10	593.91	257.62	279.90	0.49	3,209.02

The Group has undrawn lines of credit available aggregating ₹ 1,066.25 million as at 31 March 2024 to meet any possible liquidity shortfall.

56.8.1. Analysis of financial liabilities, financial assets, derivatives and financial commitments by remaining contractual maturities (Continued)
As at 31 March 2023

Non-derivative financial liabilities	Upto 3 months	Between 3 to 6 months	Between 6 months to 1 year	Between 1 year to 3 years	More than 3 years	Total
Trade payables	9,368.29	639.30	2,616.06	1,476.13	22.38	14,122.16
Borrowings (other than debt securities)	27,239.88	4,839.62	9,458.34	5,346.79	5,901.26	52,785.89
Debt securities	34,588.34	7,238.29	21,011.82	61,678.85	54,675.28	179,192.58
Subordinated financial liabilities	1,692.30	1,203.40	652.81	6,182.29	7,862.59	17,593.39
Deposits	16.25	-	-	-	-	16.25
Lease liabilities	-	-	-	-	-	-
Other financial liabilities	9,221.73	3,419.37	3,780.85	6,893.59	31,452.51	54,768.05
Total undiscounted non-derivative financial liabilities	82,126.79	17,339.98	37,519.88	81,577.65	99,914.02	318,478.32

Non-derivative financial assets	Upto 3 months	Between 3 to 6 months	Between 6 months to 1 year	Between 1 year to 3 years	More than 3 years	Total
Cash and cash equivalent and other bank balances	29,215.86	609.12	3,077.87	4,085.96	367.98	37,356.79
Trade receivables	2,252.58	699.68	850.92	1,282.73	-	5,085.91
Loans	22,088.66	14,791.74	19,257.16	55,538.66	103,223.80	214,900.02
Investments	40,635.79	10,315.87	18,893.09	66,394.73	115,781.48	252,020.96
Other financial assets	7,407.55	211.21	106.92	406.04	1,055.37	9,187.09
Total undiscounted non-derivative financial assets	101,600.44	26,627.62	42,185.96	127,708.12	220,428.63	518,550.77

Derivatives	Upto 3 months	Between 3 to 6 months	Between 6 months to 1 year	Between 1 year to 3 years	More than 3 years	Total
Net settled derivatives entered into for trading purposes	(260.57)	-	-	-	-	(260.57)
Other net settled derivatives	32.49	0.59	(21.38)	63.58	188.57	263.85
Total	(228.08)	0.59	(21.38)	63.58	188.57	3.28

Commitments	Upto 3 months	Between 3 to 6 months	Between 6 months to 1	Between 1 year to 3 years	More than 3 years	Total
Undrawn loan and other commitments	5,577.02	8,208.66	541.03	1,779.66	0.38	16,106.75

The Group has undrawn lines of credit available aggregating ₹ 1,924.34 million as at 31 March 2023 to meet any possible liquidity shortfall.

57.9. Market Risk:

Market risk is the risk which can affect the Group's income or the value of its holdings of financial instruments due to adverse movements in market prices of instrument due to interest rates, equity prices, foreign exchange rates and credit spreads. The objective of the Group's market risk management is to manage and control market risk exposures within acceptable parameters. The Group treats its exposure to market risks on trading and non-trading portfolios separately.

Exposure to market risk

Interest rate risk - Interest rate risk is managed principally through monitoring interest rate gaps and by having pre-approved limits for repricing bands.

Asset-Liability Committee (ALCO) monitors interest rate gap statement and the mix of floating/fixed rate assets and liabilities and ensure these gaps are managed below defined limits. Balance Sheet Management Unit is in-charge for day to day management of interest rate risk.

Foreign exchange risk – Group's foreign exposure is limited to monetary assets/liabilities held by Group entities outside India and profits/loss generated by these entities. The Treasury Unit aggregates the foreign exchange exposure emerging out of these outflows/inflows and the same is hedged to mitigate foreign exchange risk. Positions are regularly monitored by the Treasury Unit and rebalanced based on the inflow and outflow of funds.

Equity price risk - The Treasury and Balance Sheet Management Units effectively evaluates various risks involved in underlying assets in trading and non-trading books respectively

Interest rate risk

Interest rate risk arises from the possibility that changes in interest rates will affect future cash flows or the fair values of financial instruments. The Group's policy is to monitor positions on a daily basis and hedging strategies are used to ensure positions are maintained within the established limits.

The following table demonstrates the sensitivity to possible change in interest rates (all other variables being constant) on the Group's statement of profit and loss and equity. The sensitivity to profit before tax is the effect of the assumed changes in interest rates on the profit before tax for the year, based on the floating rate financial assets and financial liabilities held at reporting date. Sensitivity analysis has been prepared assuming the amount of the floating-rate financial liability and financial assets outstanding at the end of the year was outstanding for the whole year. The sensitivity of equity is calculated by revaluing the fixed rate FVOCI, including the effect at reporting date for the effects of the assumed changes in interest rates.

Currency of item	31 March 2024					
	Increase in basis points	Effect on profit before tax	Effect on Equity	Decrease in basis points	Effect on profit before tax	Effect on Equity
INR	25.00	(611.79)	(779.84)	25.00	611.79	779.84
INR	5.00	(92.20)	-	5.00	92.20	-

Currency of item	31 March 2023					
	Increase in basis points	Effect on profit before tax	Effect on Equity	Decrease in basis points	Effect on profit before tax	Effect on Equity
INR	25.00	(518.49)	(629.26)	25.00	518.50	629.26
INR	5.00	(80.96)	-	5.00	80.96	-

Currency risk:

Currency risk is the risk that the value of a financial instrument will fluctuate due to changes in foreign exchange rates.

Foreign currency risk arise primarily on account of foreign currency borrowings.

The table below indicates the currencies to which the Group had significant exposure at the end of the year.

Currency	31 March 2024					
	Increase in exchange rate (%)	Effect on profit before tax	Effect on Equity	Decrease in exchange rate (%)	Effect on profit before tax	Effect on Equity
US dollar	5.00	174.86	0.10	5.00	(174.86)	(0.10)
Others	5.00	0.12	-	5.00	(0.12)	-

Currency	31 March 2023					
	Increase in exchange rate (%)	Effect on profit before tax	Effect on Equity	Decrease in exchange rate (%)	Effect on profit before tax	Effect on Equity
US dollar	5.00	3.38	-	5.00	(3.38)	-
Others	5.00	2.21	-	5.00	(2.21)	-

56.9. Market Risk (Continued):

Equity Price risk:

Equity price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in the level of individual investment in equity share prices.

Impact on	31 March 2024					
	Increase in equity price (%)	Effect on profit before tax	Effect on Equity	Decrease in equity price (%)	Effect on profit before tax	Effect on Equity
Derivatives	5.00	464.34	-	5.00	(464.34)	-
Others	5.00	1,742.81	1.82	5.00	(1,742.81)	(1.82)

Impact on	31 March 2023					
	Increase in equity price (%)	Effect on profit before tax	Effect on Equity	Decrease in equity price (%)	Effect on profit before tax	Effect on Equity
Derivatives	5.00	204.20	-	5.00	(204.20)	-
Others	5.00	1,774.35	1.71	5.00	(1,774.35)	(1.71)

Index price risk:

Index price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in the level of equity indices.

Impact on	31 March 2024					
	Increase in index price (%)	Effect on profit before tax	Effect on Equity	Decrease in index price (%)	Effect on profit before tax	Effect on Equity
Derivatives	5.00	273.53	-	5.00	(273.53)	-
Others	5.00	33.99	-	5.00	(33.99)	-

Impact on	31 March 2023					
	Increase in index price (%)	Effect on profit before tax	Effect on Equity	Decrease in index price (%)	Effect on profit before tax	Effect on Equity
Derivatives	5.00	88.39	-	5.00	(88.39)	-
Others	5.00	33.88	-	5.00	(33.88)	-

Other price risk:

Other price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in the level of market prices other than equity and index prices.

Impact on	31 March 2024					
	Increase in price (%)	Effect on profit before tax	Effect on Equity	Decrease in price (%)	Effect on profit before tax	Effect on Equity
Security receipts of ARC trusts	5.00	32.78	-	5.00	(32.78)	-
Units of AIFs and Trusts	5.00	174.65	21.97	5.00	(174.65)	(21.97)
Others	5.00	802.22	65.94	5.00	(802.22)	(191.10)

Impact on	31 March 2023					
	Increase in price (%)	Effect on profit before tax	Effect on Equity	Decrease in price (%)	Effect on profit before tax	Effect on Equity
Security receipts of ARC trusts	5.00	30.01	-	5.00	(30.01)	-
Units of AIFs and Trusts	5.00	127.60	19.11	5.00	(127.60)	(19.11)
Others	5.00	805.03	50.17	5.00	(805.03)	(50.17)

57. Composition of the Group

Sr.	Name of the Entity	Note	Country of Incorporation	Proportion of ownership interest as at 31 March 2024	Proportion of ownership interest as at 31 March 2023
	Subsidiaries				
1	ECL Finance Limited		India	100.00%	100.00%
2	Edelcap Securities Limited		India	100.00%	100.00%
3	Edelweiss Asset Management Limited		India	100.00%	100.00%
4	ECap Securities and Investments Limited (formerly known as ECap Equities Limited)		India	100.00%	100.00%
5	Edelweiss Trusteeship Company Limited		India	100.00%	100.00%
6	Nido Home Finance Limited (formerly known as Edelweiss Housing Finance Limited)		India	100.00%	100.00%
7	Edelweiss Investment Adviser Limited		India	100.00%	100.00%
8	ECap Equities Limited (formerly known as Edel Land Limited)		India	100.00%	100.00%
9	Edel Investments Limited		India	100.00%	100.00%
10	Edelweiss Rural & Corporate Services Limited		India	100.00%	100.00%
11	Comtrade Commodities Services Limited (formerly known as Edelweiss Comtrade Limited)	a	India	100.00%	100.00%
12	Edel Finance Company Limited		India	100.00%	100.00%
13	Edelweiss Retail Finance Limited		India	100.00%	100.00%
14	Edelweiss Multi Strategy Fund Advisors LLP		India	100.00%	100.00%
15	Edelweiss Resolution Advisors LLP (upto 1st July 2022)	b	India	-	-
16	Zuno General Insurance Limited (formerly known as Edelweiss General Insurance Company Limited)		India	100.00%	100.00%
17	Edelweiss Securities and Investments Private Limited		India	100.00%	100.00%
18	EC International Limited	c	Mauritius	100.00%	100.00%
19	Nuvama Investment Advisors LLC (formerly known as EAAA LLC)	d	Mauritius	-	100.00%
20	Edelweiss Alternative Asset Advisors Pte. Limited		Singapore	100.00%	100.00%
21	Edelweiss International (Singapore) Pte. Limited		Singapore	100.00%	100.00%
22	Edelgive Foundation		India	100.00%	100.00%
23	Edelweiss Alternative Asset Advisors Limited	e	India	100.00%	99.05%
24	Edelweiss Private Equity Tech Fund		India	95.60%	95.60%
25	Edelweiss Value and Growth Fund		India	96.05%	96.05%
26	Edelweiss Asset Reconstruction Company Limited		India	59.82%	59.82%
27	EW Special Opportunities Advisors LLC (upto 23rd June, 2022)	f	Mauritius	-	-
28	Edelweiss Tokio Life Insurance Company Limited		India	75.08%	75.08%
29	Allium Finance Private Limited		India	88.28%	88.28%
30	Edelweiss Global Wealth Management Limited		India	100.00%	100.00%
31	Nuvama Custodial Services Limited (formerly known as Edelweiss Capital Services Limited)		India	51.00%	51.00%
32	India Credit Investments Fund - II	g	India	-	100.00%
33	Edelweiss Real Assets Managers Limited		India	100.00%	100.00%
34	Sekura India Management Limited		India	100.00%	100.00%
35	India Credit Investments Fund - III	h	India	-	100.00%
36	India Credit Investments Fund - 5	i	India	-	-

57. Composition of the Group (Continued)

Group stake in trusts

	Trust Name	Country of Incorporation	Proportion of ownership interest as at 31 March 2024	Proportion of ownership interest as at 31 March 2023
1	EARC SAF - 1 Trust	India	-	100.00%
2	EARC SAF - 2 Trust	India	100.00%	100.00%
3	EARC SAF - 3 Trust	India	-	46.00%
4	EARC Trust - SC 6	India	100.00%	100.00%
5	EARC Trust - SC 7 (upto 31 December 2023)	India	-	100.00%
6	EARC Trust - SC 9	India	100.00%	100.00%
7	EARC Trust - SC 102	India	100.00%	100.00%
8	EARC Trust - SC 109 (upto 31 December 2023)	India	-	50.00%
9	EARC Trust - SC 112	India	100.00%	100.00%
10	EARC Trust - SC 130	India	100.00%	100.00%
11	EARC Trust - SC 223	India	-	100.00%
12	EARC Trust - SC 229	India	100.00%	100.00%
13	EARC Trust - SC 238	India	100.00%	100.00%
14	EARC Trust - SC 245	India	37.00%	37.00%
15	EARC Trust - SC 251	India	100.00%	100.00%
16	EARC Trust - SC 262	India	-	37.00%
17	EARC Trust - SC 263	India	100.00%	100.00%
18	EARC Trust - SC 266	India	100.00%	100.00%
19	EARC Trust - SC 293	India	-	100.00%
20	EARC Trust - SC 297	India	-	37.00%
21	EARC Trust - SC 298	India	75.16%	75.05%
22	EARC Trust - SC 306	India	50.00%	50.00%
23	EARC Trust - SC 308	India	100.00%	100.00%
24	EARC Trust - SC 314	India	100.00%	100.00%
25	EARC Trust - SC 318	India	-	100.00%
26	EARC Trust - SC 321	India	-	100.00%
27	EARC Trust - SC 325	India	100.00%	100.00%
28	EARC Trust - SC 329	India	100.00%	100.00%
29	EARC Trust - SC 331	India	100.00%	100.00%
30	EARC Trust - SC 332	India	100.00%	100.00%
31	EARC Trust - SC 334	India	100.00%	100.00%
32	EARC Trust - SC 342	India	-	100.00%
33	EARC Trust - SC 344	India	100.00%	100.00%
34	EARC Trust - SC 347	India	100.00%	100.00%
35	EARC Trust - SC 348	India	100.00%	100.00%
36	EARC Trust - SC 349	India	-	100.00%
37	EARC Trust - SC 351	India	100.00%	100.00%
38	EARC Trust - SC 352	India	100.00%	100.00%
39	EARC Trust - SC 357	India	100.00%	100.00%
40	EARC Trust - SC 360	India	100.00%	100.00%
41	EARC Trust - SC 361	India	100.00%	100.00%
42	EARC Trust - SC 363	India	100.00%	100.00%
43	EARC Trust - SC 370	India	100.00%	100.00%
44	EARC Trust - SC 372	India	100.00%	100.00%
45	EARC Trust - SC 373	India	100.00%	100.00%
46	EARC Trust - SC 374	India	100.00%	100.00%
47	EARC Trust - SC 375	India	100.00%	100.00%
48	EARC Trust - SC 376	India	100.00%	100.00%
49	EARC Trust - SC 377	India	100.00%	100.00%
50	EARC Trust - SC 378	India	100.00%	100.00%
51	EARC Trust - SC 380	India	100.00%	100.00%
52	EARC Trust - SC 381	India	100.00%	100.00%
53	EARC Trust - SC 383	India	100.00%	100.00%
54	EARC Trust - SC 384	India	83.62%	62.50%
55	EARC Trust - SC 385	India	100.00%	100.00%
56	EARC Trust - SC 386	India	100.00%	100.00%
57	EARC Trust - SC 387	India	100.00%	100.00%
58	EARC Trust - SC 388	India	100.00%	100.00%
59	EARC Trust - SC 391	India	100.00%	100.00%
60	EARC Trust - SC 392	India	100.00%	100.00%
61	EARC Trust - SC 393	India	100.00%	100.00%
62	EARC Trust - SC 394	India	100.00%	100.00%
63	EARC Trust - SC 395	India	100.00%	100.00%
64	EARC Trust - SC 396	India	100.00%	100.00%
65	EARC Trust - SC 399	India	-	100.00%
66	EARC Trust - SC 401	India	100.00%	100.00%
67	EARC Trust - SC 402	India	100.00%	100.00%
68	EARC Trust - SC 405	India	100.00%	100.00%
69	EARC Trust - SC 406	India	100.00%	100.00%
70	EARC Trust - SC 410	India	100.00%	100.00%
71	EARC Trust - SC 412	India	100.00%	100.00%
72	EARC Trust - SC 415	India	100.00%	100.00%

57. Composition of the Group (Continued)

Group stake in trusts (Continued)

	Trust Name	Country of Incorporation	Proportion of ownership interest as at 31 March 2024	Proportion of ownership interest as at 31 March 2023
73	EARC Trust - SC 427	India	46.17%	46.17%
74	EARC Trust - SC 428	India	100.00%	100.00%
75	EARC Trust - SC 429	India	100.00%	100.00%
76	EARC Trust - SC 430	India	100.00%	100.00%
77	EARC Trust - SC 227	India	100.00%	100.00%
78	EARC Trust - SC 228	India	100.00%	100.00%
79	EARC Trust - SC 397	India	100.00%	100.00%
80	EARC Trust - SC 413	India	100.00%	100.00%
81	EARC Trust - SC 416	India	100.00%	100.00%
82	EARC Trust - SC 417	India	100.00%	100.00%
83	EARC Trust - SC 418	India	100.00%	100.00%
84	EARC Trust - SC 421	India	100.00%	100.00%
85	EARC Trust - SC 422	India	100.00%	100.00%
86	EARC Trust - SC 423	India	100.00%	100.00%
87	EARC Trust - SC 424	India	100.00%	100.00%
88	EARC Trust - SC 425	India	100.00%	100.00%
89	EARC Trust - SC 431	India	100.00%	100.00%
90	EARC Trust - SC 434	India	100.00%	100.00%
91	EARC Trust - SC 436	India	100.00%	100.00%
92	EARC Trust - SC 440 (upto 31 December 2023)	India	-	100.00%
93	EARC Trust - SC 441 (upto 31 December 2023)	India	-	100.00%
94	EARC Trust - SC 444	India	100.00%	100.00%
95	EARC Trust - SC 447	India	100.00%	100.00%
96	EARC Trust - SC 448	India	100.00%	100.00%
97	EARC Trust - SC 449	India	100.00%	100.00%
98	EARC Trust - SC 451	India	100.00%	100.00%
99	EARC Trust - SC 459	India	100.00%	100.00%
100	EARC Trust - SC 477	India	100.00%	100.00%
101	EARC Trust - SC 481	India	100.00%	100.00%
102	EARC Trust - SC 482	India	100.00%	100.00%
103	EARC Trust - SC 442	India	100.00%	100.00%
104	EARC Trust - SC 483	India	100.00%	100.00%
105	EARC Trust - SC 484	India	100.00%	100.00%
106	EARC Trust SC - 443	India	100.00%	100.00%
107	EARC Trust SC - 452	India	78.12%	75.33%
108	EARC Trust SC - 462	India	100.00%	100.00%
109	EARC Trust SC - 461	India	100.00%	100.00%
110	EARC TRUST SC - 453	India	75.39%	-
111	EARC TRUST SC - 433	India	100.00%	-
112	EARC TRUST SC - 445	India	100.00%	-
113	EARC TRUST SC - 486	India	74.94%	-
114	EARC TRUST SC - 492	India	100.00%	-
115	EARC TRUST SC - 489	India	100.00%	-
116	EARC TRUST SC - 488	India	38.77%	-
117	EARC TRUST SC - 464	India	100.00%	-
118	EARC TRUST SC - 493	India	100.00%	-
119	EARC TRUST SC - 455	India	100.00%	-
120	EARC TRUST SC - 470	India	100.00%	-
121	EARC TRUST SC - 456	India	100.00%	-

57. Composition of the Group (Continued)

Notes:

a Comtrade Commodities Services Limited (Formerly known as Edelweiss Comtrade Limited), a subsidiary of the Group has ceased its operation and does not have any business activity planned for future. Accordingly the financial statements for the year have been prepared on a non-going concern basis.

b With effect from 1st July 2022, Edelweiss Resolution Advisors LLP, one of the subsidiary of the Group is dissolved and ceased to become the subsidiary of the Group and has been consolidated upto the said date.

c The Board of Directors of EC International Limited (ECIL) have approved the plan of liquidation vide resolution dated 19 December 2023, subject to necessary regulatory approvals. As a result, the ECIL has changed its basis of accounting from the going concern basis to liquidation basis.

d With effect from 05 September 2023, Nuvama Investment Advisors LLC (formerly known as EAAA LLC) is sold and ceased to become the subsidiary of the Group and has not been consolidated from the said date.

e With effect from 31 May 2023, Edelweiss Securities and Investment Private Limited, subsidiary of the Group has increased its controlling stake in Edelweiss Alternative Asset Advisors Limited, one of its subsidiary from 99.05% to 100.00% and same has be consolidated accordingly.

f With effect from 23 June 2022, EW Special Opportunities Advisors LLC, one of the subsidiary of the Group is dissolved and ceased to become the subsidiary of the Group and has been consolidated upto the said date.

g With effect from 31 October 2023, India Credit Investment Fund - II, one of the subsidiary of the Company is dissolved and ceased to become the subsidiary of the Company and has been consolidated upto the said date.

h With effect from 31 March 2024, India Credit Investment Fund - III, one of the subsidiary of the Company is dissolved and ceased to become the subsidiary of the Company and has been consolidated upto the said date.

i With effect from 09 August 2023, the subsidiaries of the Group has acquired 100% stake in India Credit Investment Fund - 5 (ICIF 5). Subsequently, with effect from 31 March 2024 ICIF 5 is dissolved and ceased to become the subsidiary of the Group and has been consolidated upto the said date.

58. Additional Information, as required under Schedule III to the Companies Act, 2013, of enterprises consolidated as Subsidiary

Sr. No.	Name of the Entity	Net Assets i.e. Total Assets minus Total Liabilities		Share in Profit or Loss		Share in Other Comprehensive Income		Share in Total Comprehensive Income	
		As % of consolidated net assets	Amount (₹ in Millions)	As % of consolidated profit or loss	Amount (₹ in Millions)	As % of consolidated other comprehensive Income	Amount (₹ in Millions)	As % of consolidated total comprehensive Income	Amount (₹ in Millions)
Parent									
	Edelweiss Financial Services Limited	90.31%	54,628.44	131.66%	6,952.13	(0.29)%	(4.27)	103.09%	6,947.86
Subsidiaries									
	Indian								
1	ECL Finance Limited	45.78%	27,691.09	25.60%	1,352.02	(29.08)%	(424.30)	13.77%	927.71
2	Edelcap Securities Limited	6.77%	4,095.95	5.29%	279.43	(0.04)%	(0.60)	4.14%	278.83
3	Edelweiss Asset Management Limited	3.95%	2,386.73	7.12%	376.18	0.17%	2.53	5.62%	378.71
4	ECap Securities and Investments Limited (formerly known as ECap Equities Limited)	(2.21)%	(1,333.97)	(15.21)%	(803.38)	(0.01)%	(0.08)	(11.92)%	(803.46)
5	Edelweiss Trusteeship Company Limited	0.01%	6.80	0.02%	1.17	0.00%	0.01	0.02%	1.18
6	Nido Home Finance Limited (formerly known as Edelweiss Housing Finance Limited)	13.47%	8,147.92	3.66%	193.10	(0.04)%	(0.60)	2.86%	192.50
7	Edelweiss Investment Adviser Limited	(10.92)%	(6,606.44)	(45.60)%	(2,407.87)	0.03%	0.38	(35.72)%	(2,407.49)
8	ECap Equities Limited (formerly known as Edel Land Limited)	15.53%	9,394.84	26.51%	1,399.89	(0.02)%	(0.24)	20.77%	1,399.66
9	Edel Investments Limited	5.88%	3,556.76	0.94%	49.58	0.00%	0.05	0.74%	49.63
10	Edelweiss Rural & Corporate Services Limited	11.57%	6,998.83	(19.44)%	(1,026.36)	(0.82)%	(12.01)	(15.41)%	(1,038.37)
11	Comtrade Commodities Services Limited (formerly known as Edelweiss Comtrade Limited)	0.01%	8.23	(0.17)%	(8.85)	0.00%	0.04	(0.13)%	(8.81)
12	Edel Finance Company Limited	43.03%	26,028.88	14.99%	791.47	0.16%	2.31	11.78%	793.79
13	Edelweiss Retail Finance Limited	9.11%	5,510.74	2.73%	144.11	(0.04)%	(0.63)	2.13%	143.48
14	Edelweiss Multi Strategy Fund Advisors LLP	0.01%	7.91	0.00%	(0.08)	0.00%	0.00	0.00%	(0.08)
15	Zuno General Insurance Limited (formerly known as Edelweiss General Insurance Company Limited)	4.11%	2,488.24	(23.26)%	(1,228.19)	2.33%	33.96	(17.72)%	(1,194.23)
16	Edelweiss Securities and Investment Private Limited	4.79%	2,896.57	(7.06)%	(373.06)	0.00%	(0.01)	(5.54)%	(373.07)
17	Edelweiss Alternative Asset Advisors Limited	9.55%	5,775.05	21.06%	1,112.15	0.03%	0.44	16.51%	1,112.59
18	Edelgive Foundation	0.24%	148.17	(0.10)%	(5.33)	0.00%	(0.03)	(0.08)%	(5.36)
19	Edelweiss Private Equity Tech Fund	0.85%	516.26	(0.36)%	(19.13)	-	-	(0.28)%	(19.13)
20	Edelweiss Value and Growth Fund	1.12%	678.37	(2.17)%	(114.78)	-	-	(1.70)%	(114.78)
21	Edelweiss Asset Reconstruction Company Limited	52.07%	31,498.54	67.27%	3,551.95	(0.06)%	(0.81)	52.69%	3,551.13
22	Edelweiss Tokio Life Insurance Company Limited	11.88%	7,186.43	(29.66)%	(1,565.93)	99.64%	1,453.65	(1.67)%	(112.28)
23	Allium Finance Private Limited	2.37%	1,433.81	2.38%	125.47	-	-	1.86%	125.47
24	Nuvama Custodial Services Limited (Formerly know as Edelweiss Capital Services Limited)	1.06%	640.64	1.26%	66.39	(0.05)%	(0.76)	0.97%	65.63
25	India Credit Investment Fund – II	-	-	(1.80)%	(94.97)	-	-	(1.41)%	(94.97)
26	Edelweiss Real Assets Managers Limited	0.22%	134.65	0.43%	22.73	0.00%	(0.01)	0.34%	22.72
27	Sekura India Management Limited	0.03%	17.34	(0.39)%	(20.65)	(0.09)%	(1.35)	(0.33)%	(22.00)
28	Edelweiss Global Wealth Management Limited	7.51%	4,544.59	(7.81)%	(412.33)	0.00%	(0.06)	(6.12)%	(412.39)
29	India Credit Investment Fund – III	-	-	(6.85)%	(361.52)	-	-	(5.36)%	(361.52)
30	India Credit Investment Fund – 5	-	-	(15.00)%	(791.96)	-	-	(11.75)%	(791.96)

58. Additional Information, as required under Schedule III to the Companies Act, 2013, of enterprises consolidated as Subsidiary (Continued)

Sr. No.	Name of the Entity	Net Assets i.e. Total Assets minus Total Liabilities		Share in Profit or Loss		Share in Other Comprehensive Income		Share in Total Comprehensive Income	
		As % of consolidated net assets	Amount (₹ in Millions)	As % of consolidated profit or loss	Amount (₹ in Millions)	As % of consolidated other comprehensive Income	Amount (₹ in Millions)	As % of consolidated total comprehensive Income	Amount (₹ in Millions)
	Foreign								
31	EC International Limited	0.01%	4.57	2.99%	157.77	(0.06)%	(0.90)	2.33%	156.87
32	Nuvama Investment Advisors LLC (formerly known as EAAA LLC)	-	-	0.06%	3.08	0.00%	(0.01)	0.05%	3.07
33	Edelweiss Alternative Asset Advisors Pte. Limited	5.97%	3,609.38	12.07%	637.36	(1.02)%	(14.82)	9.24%	622.54
34	Edelweiss International (Singapore) Pte. Limited	3.01%	1,819.13	(2.04)%	(107.63)	(3.20)%	(46.66)	(2.29)%	(154.29)
	Controlled Trusts								
1	EARC SAF 2 Trust	0.00%	0.37	0.03%	1.34	-	-	0.02%	1.34
2	EARC Trust SC 6	0.00%	(0.11)	0.00%	(0.12)	-	-	0.00%	(0.12)
3	EARC Trust SC 9	0.06%	33.71	0.04%	2.12	-	-	0.03%	2.12
4	EARC Trust SC 7	-	-	0.01%	0.39	-	-	0.01%	0.39
5	EARC Trust SC 109	-	-	(0.10)%	(5.06)	-	-	(0.08)%	(5.06)
6	EARC Trust SC 102	0.00%	0.19	(0.01)%	(0.61)	-	-	(0.01)%	(0.61)
7	EARC Trust SC 112	0.00%	(1.90)	0.01%	0.64	-	-	0.01%	0.64
8	EARC Trust SC 130	0.00%	(0.06)	0.00%	(0.04)	-	-	0.00%	(0.04)
9	EARC Trust SC 227	0.00%	0.05	0.00%	(0.01)	-	-	0.00%	(0.01)
10	EARC Trust SC 228	0.00%	0.48	0.01%	0.30	-	-	0.00%	0.30
11	EARC Trust SC 229	(0.01)%	(7.79)	0.03%	1.37	-	-	0.02%	1.37
12	EARC Trust SC 238	0.00%	0.00	0.00%	0.13	-	-	0.00%	0.13
13	EARC Trust SC 245	0.00%	0.40	(0.01)%	(0.29)	-	-	0.00%	(0.29)
14	EARC Trust SC 251	0.00%	2.16	(0.58)%	(30.42)	-	-	(0.45)%	(30.42)
15	EARC Trust SC 263	0.00%	(0.25)	0.01%	0.27	-	-	0.00%	0.27
16	EARC Trust SC 266	0.00%	0.02	0.00%	0.06	-	-	0.00%	0.06
17	EARC Trust SC 298	0.03%	18.03	0.07%	3.54	-	-	0.05%	3.54
18	EARC Trust SC 306	0.00%	0.12	0.00%	0.07	-	-	0.00%	0.07
19	EARC Trust SC 308	0.00%	(0.07)	0.01%	0.37	-	-	0.01%	0.37
20	EARC Trust SC 314	0.00%	(0.25)	0.03%	1.75	-	-	0.03%	1.75
21	EARC Trust SC 325	0.00%	1.78	0.00%	(0.02)	-	-	0.00%	(0.02)
22	EARC Trust SC 329	(0.04)%	(24.32)	0.01%	0.40	-	-	0.01%	0.40
23	EARC Trust SC 331	(0.03)%	(21.01)	0.15%	8.04	-	-	0.12%	8.04
24	EARC Trust SC 332	0.00%	0.35	0.00%	(0.15)	-	-	0.00%	(0.15)
25	EARC Trust SC 334	0.00%	0.50	0.00%	(0.08)	-	-	0.00%	(0.08)
26	EARC Trust SC 344	0.00%	0.35	0.01%	0.37	-	-	0.01%	0.37
27	EARC Trust SC 347	0.00%	0.39	0.00%	(0.26)	-	-	0.00%	(0.26)
28	EARC Trust SC 348	0.00%	0.02	(0.03)%	(1.39)	-	-	(0.02)%	(1.39)
29	EARC Trust SC 351	0.00%	0.79	0.21%	11.10	-	-	0.16%	11.10
30	EARC Trust SC 352	0.00%	0.28	0.00%	0.00	-	-	0.00%	0.00
31	EARC Trust SC 357	0.00%	0.17	0.00%	(0.07)	-	-	0.00%	(0.07)
32	EARC Trust SC 360	0.00%	0.89	0.01%	0.30	-	-	0.00%	0.30
33	EARC Trust SC 361	0.00%	(2.14)	0.07%	3.55	-	-	0.05%	3.55
34	EARC Trust SC 363	0.00%	0.11	0.00%	(0.12)	-	-	0.00%	(0.12)
35	EARC Trust SC 370	0.00%	0.17	(0.05)%	(2.65)	-	-	(0.04)%	(2.65)
36	EARC Trust SC 372	0.00%	(0.30)	(0.01)%	(0.49)	-	-	(0.01)%	(0.49)
37	EARC Trust SC 373	0.00%	0.03	0.00%	0.04	-	-	0.00%	0.04

58. Additional Information, as required under Schedule III to the Companies Act, 2013, of enterprises consolidated as Subsidiary (Continued)

Sr. No.	Name of the Entity	Net Assets i.e. Total Assets minus Total Liabilities		Share in Profit or Loss		Share in Other Comprehensive Income		Share in Total Comprehensive Income	
		As % of consolidated net assets	Amount (₹ in Millions)	As % of consolidated profit or loss	Amount (₹ in Millions)	As % of consolidated other comprehensive Income	Amount (₹ in Millions)	As % of consolidated total comprehensive Income	Amount (₹ in Millions)
38	EARC Trust SC 374	0.00%	0.00	0.00%	(0.09)	-	-	0.00%	(0.09)
39	EARC Trust SC 375	0.00%	0.55	0.00%	0.15	-	-	0.00%	0.15
40	EARC Trust SC 376	0.00%	1.79	(0.01)%	(0.56)	-	-	(0.01)%	(0.56)
41	EARC Trust SC 377	0.00%	0.03	0.00%	0.00	-	-	0.00%	0.00
42	EARC Trust SC 378	0.00%	(0.02)	0.00%	(0.16)	-	-	0.00%	(0.16)
43	EARC Trust SC 380	0.00%	0.05	0.00%	(0.08)	-	-	0.00%	(0.08)
44	EARC Trust SC 381	(0.01)%	(4.27)	(0.08)%	(4.48)	-	-	(0.07)%	(4.48)
45	EARC Trust SC 383	0.00%	(0.28)	0.00%	(0.25)	-	-	0.00%	(0.25)
46	EARC Trust SC 384	0.04%	26.12	0.09%	4.87	-	-	0.07%	4.87
47	EARC Trust SC 385	0.00%	(1.37)	(0.22)%	(11.77)	-	-	(0.17)%	(11.77)
48	EARC Trust SC 386	0.01%	6.50	0.10%	5.03	-	-	0.07%	5.03
49	EARC Trust SC 387	0.00%	1.38	0.23%	12.26	-	-	0.18%	12.26
50	EARC Trust SC 388	0.00%	0.93	0.05%	2.53	-	-	0.04%	2.53
51	EARC Trust SC 391	0.00%	2.72	0.02%	1.00	-	-	0.01%	1.00
52	EARC Trust SC 392	0.00%	2.86	0.02%	0.82	-	-	0.01%	0.82
53	EARC Trust SC 393	0.00%	(0.03)	(0.01)%	(0.35)	-	-	(0.01)%	(0.35)
54	EARC Trust SC 394	0.02%	10.24	0.00%	0.17	-	-	0.00%	0.17
55	EARC Trust SC 395	0.00%	(0.11)	0.00%	0.11	-	-	0.00%	0.11
56	EARC Trust SC 396	0.00%	0.57	0.00%	0.01	-	-	0.00%	0.01
57	EARC Trust SC 397	0.00%	1.37	0.00%	(0.22)	-	-	0.00%	(0.22)
58	EARC Trust SC 401	0.00%	1.48	(0.02)%	(1.14)	-	-	(0.02)%	(1.14)
59	EARC Trust SC 402	0.00%	1.51	0.02%	0.80	-	-	0.01%	0.80
60	EARC Trust SC 405	0.00%	(0.06)	0.00%	0.06	-	-	0.00%	0.06
61	EARC Trust SC 406	0.00%	2.86	0.03%	1.81	-	-	0.03%	1.81
62	EARC Trust SC 410	0.00%	0.55	0.00%	(0.04)	-	-	0.00%	(0.04)
63	EARC Trust SC 412	0.00%	0.02	0.00%	0.15	-	-	0.00%	0.15
64	EARC Trust SC 413	(0.01)%	(3.76)	(0.63)%	(33.43)	-	-	(0.50)%	(33.43)
65	EARC Trust SC 415	0.00%	0.26	0.00%	0.04	-	-	0.00%	0.04
66	EARC Trust SC 416	0.00%	0.88	0.05%	2.71	-	-	0.04%	2.71
67	EARC Trust SC 417	0.00%	0.24	(0.25)%	(13.17)	-	-	(0.20)%	(13.17)
68	EARC Trust SC 418	(0.02)%	(11.24)	(0.20)%	(10.42)	-	-	(0.15)%	(10.42)
69	EARC Trust SC 421	0.00%	0.05	0.00%	0.03	-	-	0.00%	0.03
70	EARC Trust SC 422	0.00%	0.26	(0.01)%	(0.34)	-	-	(0.01)%	(0.34)
71	EARC Trust SC 423	0.00%	(0.07)	0.00%	(0.04)	-	-	0.00%	(0.04)
72	EARC Trust SC 424	0.01%	5.39	0.10%	5.34	-	-	0.08%	5.34
73	EARC Trust SC 425	0.00%	(0.02)	0.00%	(0.06)	-	-	0.00%	(0.06)
74	EARC Trust SC 427	0.00%	(0.04)	0.01%	0.57	-	-	0.01%	0.57
75	EARC Trust SC 428	0.00%	0.42	0.00%	(0.12)	-	-	0.00%	(0.12)
76	EARC Trust SC 429	0.00%	0.64	0.01%	0.53	-	-	0.01%	0.53
77	EARC Trust SC 430	0.00%	0.07	0.00%	0.02	-	-	0.00%	0.02
78	EARC Trust SC 431	0.00%	0.42	0.00%	0.06	-	-	0.00%	0.06
79	EARC Trust SC 433	0.00%	(0.26)	0.00%	(0.26)	-	-	0.00%	(0.26)
80	EARC Trust SC 434	0.01%	4.93	0.08%	4.24	-	-	0.06%	4.24
81	EARC Trust SC 436	0.00%	0.04	0.00%	0.05	-	-	0.00%	0.05

58. Additional Information, as required under Schedule III to the Companies Act, 2013, of enterprises consolidated as Subsidiary (Continued)

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		As % of consolidated net assets	Amount (₹ in Millions)	As % of consolidated profit or loss	Amount (₹ in Millions)	As % of consolidated other comprehensive Income	Amount (₹ in Millions)	As % of consolidated total comprehensive Income	Amount (₹ in Millions)
82	EARC Trust SC 440	-	-	0.00%	(0.08)	-	-	0.00%	(0.08)
83	EARC Trust SC 441	-	-	0.00%	(0.16)	-	-	0.00%	(0.16)
84	EARC Trust SC 442	0.00%	(0.48)	0.00%	(0.26)	-	-	0.00%	(0.26)
85	EARC Trust SC 443	0.00%	(0.02)	0.00%	(0.05)	-	-	0.00%	(0.05)
86	EARC Trust SC 444	0.00%	2.37	0.01%	0.42	-	-	0.01%	0.42
87	EARC Trust SC 445	(0.09)%	(57.17)	(1.08)%	(57.17)	-	-	(0.85)%	(57.17)
88	EARC Trust SC 447	(0.06)%	(35.75)	(0.53)%	(27.95)	-	-	(0.41)%	(27.95)
89	EARC Trust SC 448	0.00%	0.40	0.00%	0.13	-	-	0.00%	0.13
90	EARC Trust SC 449	0.00%	0.19	0.00%	0.03	-	-	0.00%	0.03
91	EARC Trust SC 451	(0.03)%	(20.48)	(0.20)%	(10.63)	-	-	(0.16)%	(10.63)
92	EARC Trust SC 452	0.01%	7.74	0.15%	8.09	-	-	0.12%	8.09
93	EARC Trust SC 453	0.08%	50.73	0.96%	50.73	-	-	0.75%	50.73
94	EARC Trust SC 455	(0.14)%	(81.76)	(1.55)%	(81.78)	-	-	(1.21)%	(81.78)
95	EARC Trust SC 456	0.00%	(0.08)	0.00%	(0.08)	-	-	0.00%	(0.08)
96	EARC Trust SC 459	0.00%	(1.72)	(0.04)%	(2.00)	-	-	(0.03)%	(2.00)
97	EARC Trust SC 461	0.03%	17.34	0.20%	10.37	-	-	0.15%	10.37
98	EARC Trust SC 462	(0.04)%	(21.76)	0.53%	27.86	-	-	0.41%	27.86
99	EARC Trust SC 464	(0.04)%	(24.41)	(0.46)%	(24.41)	-	-	(0.36)%	(24.41)
100	EARC Trust SC 470	0.00%	(1.44)	(0.03)%	(1.44)	-	-	(0.02)%	(1.44)
101	EARC Trust SC 477	0.00%	0.53	0.00%	0.20	-	-	0.00%	0.20
102	EARC Trust SC 481	0.00%	0.18	0.01%	0.45	-	-	0.01%	0.45
103	EARC Trust SC 482	0.00%	0.96	0.02%	1.29	-	-	0.02%	1.29
104	EARC Trust SC 483	0.00%	1.13	0.03%	1.33	-	-	0.02%	1.33
105	EARC Trust SC 484	0.00%	0.17	0.00%	0.21	-	-	0.00%	0.21
106	EARC Trust SC 486	0.17%	102.52	1.94%	102.52	-	-	1.52%	102.52
107	EARC Trust SC 488	0.00%	2.43	0.05%	2.43	-	-	0.04%	2.43
108	EARC Trust SC 489	0.00%	0.93	0.02%	0.93	-	-	0.01%	0.93
109	EARC Trust SC 492	0.00%	(0.13)	0.00%	(0.13)	-	-	0.00%	(0.13)
110	EARC Trust SC 493	0.00%	(0.53)	(0.01)%	(0.53)	-	-	(0.01)%	(0.53)
	Non-Controlling Interests	21.27%	12,869.24	20.33%	1,073.47	24.78%	361.52	21.29%	1,434.99
	Adjustments arising out of consolidation	(258.31)%	(156,289.49)	(68.77)%	(3,628.03)	7.68%	112.21	(52.18)%	(3,515.82)
	Total	**100.00%**	**60,492.85**	**100.00%**	**5,280.47**	**100.00%**	**1,458.95**	**100.00%**	**6,739.42**

0.00 indicates amount less than ₹ 0.01 million

59. Key disclosures related to life insurance business (Edelweiss Tokio Life Insurance Company Limited (ETLI))

a Life insurance and Investment Contract Liability

Particulars	31 March 2024				31 March 2023			
	With DPF	Linked Business	Others	Total gross liabilities	With DPF	Linked Business	Others	Total gross liabilities
Insurance Contract Liability								
Life	18,498.75	19,819.64	40,115.21	**78,433.60**	13,594.11	16,384.15	32,349.80	62,328.06
Health	-	-	75.34	**75.34**	-	-	70.46	70.46
Annuity	-	-	757.05	**757.05**	-	-	693.80	693.80
Pension	1,279.05	315.81	-	**1,594.86**	1,182.54	282.09	-	1,464.63
Total	**19,777.80**	**20,135.45**	**40,947.60**	**80,860.85**	14,776.65	16,666.24	33,114.06	64,556.95
Investment Contract Liability								
Life	-	1,052.72	111.71	**1,164.43**	-	997.08	114.53	1,111.61
Health	-	-	-	**-**	-	-	-	-
Annuity	-	-	-	**-**	-	-	-	-
Pension	-	-	-	**-**	-	-	-	-
Total	**-**	**1,052.72**	**111.71**	**1,164.43**	-	997.08	114.53	1,111.61

b Movement of life insurance contract liabilities

Particulars	31 March 2024				31 March 2023			
	With DPF	Linked Business	Others	Total	With DPF	Linked Business	Others	Total
Gross Liability at the beginning of the year	**14,776.65**	**16,666.24**	**33,114.06**	**64,556.95**	11,200.70	16,409.82	26,492.09	54,102.61
Add/(Less)								
Premium	5,864.69	3,641.06	9,752.85	**19,258.60**	5,044.15	3,140.66	8,578.74	16,763.55
Unwinding of the discount / Interest credited	2,128.33	5,159.53	2,524.89	**9,812.75**	673.06	262.40	2,011.77	2,947.23
Changes in valuation for expected future benefits	(2,445.35)	(516.21)	(3,933.99)	**(6,895.55)**	(1,840.73)	(493.71)	(2,977.72)	(5,312.16)
Insurance liabilities released	(612.85)	(4,750.88)	(398.50)	**(5,762.23)**	(172.28)	(2,605.58)	(780.69)	(3,558.55)
Undistributed Participating Policyholders surplus (UPPS)	74.08	-	-	**74.08**	95.34	-	-	95.34
Change in other Liabilities	(7.75)	(64.29)	(111.71)	**(183.75)**	(223.59)	(47.35)	(210.13)	(481.07)
Gross Liability at the end of the year	**19,777.80**	**20,135.45**	**40,947.60**	**80,860.85**	14,776.65	16,666.24	33,114.06	64,556.95

59. Key disclosures related to life insurance business (Edelweiss Tokio Life Insurance Company Limited (ETLI)) (Continued)

c. Investment contract liabilities without DPF are stated at fair value.

The investment contracts measured at fair value are mainly unit linked in structure and the fair value of the liability is equal to the unit reserve plus additional non-unit reserves, if required, on a fair value basis. These contracts are classified as Level 1 in the fair value hierarchy when the unit reserve is calculated as the publicly quoted unit price multiplied by the number of units in issue and any non-unit reserve is insignificant. Where the unit price is not publicly-available these contracts are classified as Level 2 in the fair value hierarchy provided the additional non-unit reserve is an insignificant input to the valuation. Where the non-unit reserve is a significant input in the valuation, the contracts are classified at Level 3 in the fair value hierarchy. The Company takes credit risk into account in assessing the fair value of the liabilities.

Investment contract liabilities without DPF are further analysed as follows:

Particulars	31 March 2024			31 March 2023		
	Linked Business	**Others**	**Total**	Linked Business	Others	Total
At the beginning of the year	**997.08**	**114.53**	**1,111.61**	884.09	458.63	1,342.72
Additions						
Premium	**59.61**	**2.70**	**62.31**	138.33	2.83	141.16
Interest and Bonus credited to policyholders	**164.96**	**7.82**	**172.78**	46.94	17.68	64.62
Others	**0.06**	**0.10**	**0.16**	0.03	(0.52)	(0.49)
Deductions						
Withdrawals / Claims	**(152.59)**	**(13.35)**	**(165.94)**	(57.50)	(363.47)	(420.97)
Fee Income and Other Expenses	**(16.40)**	**(0.09)**	**(16.49)**	(14.81)	(0.62)	(15.43)
At the end of the year	**1,052.72**	**111.71**	**1,164.43**	997.08	114.53	1,111.61

Change in insurance contract liabilities

Particulars	31 March 2024				31 March 2023			
	With DPF	**Linked Business**	**Others**	**Total**	With DPF	Linked Business	Others	Total
a) Policy Liabilities (Gross)	**5,001.15**	**3,469.21**	**7,833.53**	**16,303.89**	3,575.94	256.42	6,621.97	10,454.33
b) Amount ceded in reinsurance	-	**(0.01)**	**(260.29)**	**(260.30)**	-	(0.14)	419.22	419.08
c) Amount accepted in reinsurance	-	-	-	-	-	-	-	-
Net change in insurance contract liabilities	**5,001.15**	**3,469.20**	**7,573.24**	**16,043.59**	3,575.94	256.28	7,041.19	10,873.41

Change in Reinsurance assets

Particulars	**31 March 2024**	31 March 2023
Opening Reinsurance Assets	**3,013.36**	3,432.77
Premium	**380.60**	360.89
Unwinding of the Discount/Interest Credited	**206.53**	236.27
Change in Valuation for expected future benefits	**(605.96)**	(695.07)
Insurance Liabilities released	**279.46**	(321.50)
Closing Reinsurance Assets	**3,273.99**	3,013.36

At 31 March 2024, the ETLI conducted an impairment review of the reinsurance assets and there is no impairment loss for the year.

During the year, the ETLI entered into reinsurance arrangements that resulted in profit of ₹ 8.08 million for the financial year 2023-24 (PY ₹ 72.58 million). This profit has been reflected in the statement of profit or loss.

At 31 March 2024 and 31 March 2023, there are no impaired reinsurance assets.

59. Key disclosures related to life insurance business (Edelweiss Tokio Life Insurance Company Limited (ETLI)) (Continued)

d. Key Assumptions

Liabilities for life insurance policies are determined by the Appointed Actuary in accordance with the IRDAI regulations and relevant actuarial practice standards & guidance notes issued by the Institute of Actuaries of India. For Unit Linked (UL) business, separate unit and non-unit reserve is maintained. The unit reserve is the current value of the assets underlying the unit funds and the non-unit reserve is kept to meet the liabilities due to the cost of insurance, expenses, commissions etc. in excess of future charges. For discontinued policies under UL products the fund is transferred to a separate discontinuance fund as per IRDAI regulations and the same has been kept as reserves. Further, for the discontinuance polices, the non-unit reserves are also kept.

The reserves/ liabilities under non-linked business is calculated using a prospective gross premium method of valuation. The reserves are established having regard to the assumptions as to future experience, including the interest rate that will be earned on premiums not yet received and future bonus rates for participating business. Assumptions as to the future bonus rates are set to be consistent with the interest rate assumptions. For participating policies, the valuation interest rate used is 6.00% (no change from last year). For non-par policies, the valuation interest rate ranges between 5.58% - 7.07% (PY 5.58% - 7.07%) for the first 5 years and 4.00% - 6.28% (PY 4.00% - 6.28%) thereafter (for annuity, 2% assumed for year greater than 50 years).

The lapse assumptions are based on various factors namely the actual experience, credibility of the experience, pricing assumptions, trend from actual experience and consistency from past year's assumptions. For lapsed policies, revival reserves are maintained (till the policies are within the revival year) assuming a probability of revival at 10% for non-par policies and 15% for par policies will be revived..

Mortality assumptions are set with reference to the published IALM (2012-2014) Ultimate Mortality Table. The mortality assumptions are based on various factors namely the actual experience, credibility of the experience, pricing assumptions, trend from actual experience and consistency from past year's assumptions. For annuity product, mortality rates are set with reference to the IIAM 12-15 - Indian Individual Annuitant Mortality Table (2012-15). Assumptions for morbidity and incidence of accidental death are based on terms available from reinsurers and the standard morbidity rate table CIBT 93 (Critical Illness Base Table for year 93).

Assumptions for future expenses are considered as per the file & use assumptions (which are derived from long term business plan of the Company) or similar existing product assumptions and these expenses escalated each year by 5.00% p.a. (previous year 5.00%) to allow for inflation. An additional reserve has been included to allow for the contingency of closure to new business and to cover maintenance expense overrun.

Commission has been allowed for at the rates specified in the products file and use.

Further it has been ensured that for each policy the reserve is sufficient to pay the surrender value.

For participating products, terminal bonuses are provisioned such that the reserves are at least equal to asset share at product level.

The provisions have been made for incurred but not reported death claims (IBNR), free look reserve, unearned premium reserve of the extra premium collected etc.

Free look assumption has been set based on the actual cancellation experience observed by the company for all lines of business, trend of the experience in the last few years and consistency of the rate in comparison to the past year. The assumption of free look rate is set at 4% this year (no change from last year).

For riders, both unearned premium and gross premium reserves are calculated and the higher of these two is held as reserve. For OYRGTL plan (One Year Renewable Group Term Life), the Unearned Premium Reserve is calculated as premium for the unexpired duration. In addition, the premium deficiency reserve and IBNR is also kept for OYRGTL.

Portfolio assumptions impacting net liabilities	**Range**	**FY 31 March 2024**	FY 31 March 2023
Mortality rates (as a % of Indian Assured Lives Mortality (2006-08))**	Max	227% (Without MAD)*	230% (Without MAD)*
	Min	30% (Without MAD)	28% (Without MAD)
Discount/ interest rates***	Max	8% (Without MAD)	8% (Without MAD)
	Min	7.25% (Without MAD)	7.25% (Without MAD)
Expense****	Max	10,775 (INFL @5%) (without MAD) 21 (INFL @ 5%) (without MAD) for micro Insurance plan	10262 (INFL @5%) (without MAD) 20 (INFL @ 5%) (without MAD) for micro Insurance plan
	Min	319 (INFL @ 5%) (without MAD) 13 (INFL @ 5%) (without MAD) for micro Insurance plan	304 (INFL @ 5%) (without MAD) 13 (INFL @ 5%) (without MAD) for micro Insurance plan
MAD*		Mortality: Mortality: 15%;	Mortality: Mortality: 10%; additional 5% MAD to cater COVID-19 pandemic risk
		Interest: 72.5 - 575 bps	Interest: 78 - 575 bps
		Expenses: 10%	Expenses: 10%

* Margin for Adverse Deviation (MAD) is over and above the base rate mentioned above.

** Mortality rates (excluding annuity products) are expressed as % of Indian Assured Lives Mortality (2012-14) and for annuity it is expressed as % of IIAM 12-15 - Indian Individual Annuitant Mortality Table (2012-15). Further in Annuity plans, Mortality improvement of 1% per annum till attained age of 64 and 0.5% per annum thereafter has been assumed from the current rates.

*** Under Unit linked, for unit growth rate (i.e. Investment return) weighted average growth rate of various unit funds is used.

**** The value of future expenses has been derived to allow for all the future maintenance expenses as applicable namely fixed per policy, renewal premium (0%-2%)/ commission (0%-25%) related, fund (0%-0.25%) related etc. The limits for fixed per policy expenses are as mentioned above in the table.

59. Key disclosures related to life insurance business (Edelweiss Tokio Life Insurance Company Limited (ETLI)) (Continued)

e. Sensitivity Analysis

The following analysis is performed for reasonably possible movements in key assumptions with all other assumptions held constant, showing the impact on gross liabilities.

The correlation of assumptions will have a significant effect in determining the ultimate claims liabilities, but to demonstrate the impact due to changes in assumptions, assumptions had to be changed on an individual basis. It should be noted that movements in these assumptions are non–linear. The method used for deriving sensitivity information and significant assumptions made did not change from the previous year. The sensitivities are same as shared with Regulators during annual reporting.

For Year Ended 31 March 2024

	Gross Liability				
Sensitivity Parameters	**Insurance Contracts**			**Investment Contracts**	
	With DPF	**Linked**	**Others**	**Linked**	**Others**
Mortality increased by 10%	19,864.86	20,137.48	42,291.19	1,052.74	111.73
Mortality decreased by 10%	19,767.65	20,134.02	39,596.20	1,052.71	111.69
Lapses increased by 10%	19,770.80	20,135.18	40,519.04	1,052.72	111.71
Lapses decreased by 10%	19,909.75	20,135.75	41,401.57	1,052.73	111.71
Expenses increased by 10%	19,845.72	20,135.94	41,112.24	1,052.73	111.71
Expenses decreased by 10%	19,767.44	20,135.06	40,782.21	1,052.71	111.70
Interest Rate increased by 100 bps	18,137.48	20,134.76	33,705.86	1,052.71	111.70
Interest Rate decreased by 100 bps	21,798.21	20,136.47	50,842.84	1,052.73	111.71
Inflation Rate increased by 100 bps	19,840.79	20,135.96	41,111.44	1,052.72	111.71
Inflation Rate decreased by 100 bps	19,771.52	20,135.19	40,799.71	1,052.72	111.70

For Year Ended 31 March 2023

	Gross Liability				
Sensitivity Parameters	**Insurance Contracts**			**Investment Contracts**	
	With DPF	**Linked**	**Others**	**Linked**	**Others**
Mortality increased by 10%	14,785.10	16,669.22	34,428.91	997.08	114.54
Mortality decreased by 10%	14,773.24	16,664.32	31,797.65	997.08	114.52
Lapses increased by 10%	14,775.69	16,665.84	32,693.93	997.08	114.53
Lapses decreased by 10%	14,781.76	16,666.70	33,560.48	997.08	114.53
Expenses increased by 10%	14,782.15	16,667.01	33,273.18	997.08	114.54
Expenses decreased by 10%	14,773.15	16,665.66	32,954.29	997.07	114.53
Interest Rate increased by 100 bps	13,503.10	16,606.55	26,725.63	969.31	114.53
Interest Rate decreased by 100 bps	16,339.21	16,729.64	41,593.24	1,027.16	114.53
Inflation Rate increased by 100 bps	14,778.60	16,667.03	33,259.50	997.08	114.53
Inflation Rate decreased by 100 bps	14,774.84	16,665.90	32,983.52	997.08	114.53

Gross premiums on insurance contracts and investment contracts with DPF

	31 March 2024	31 March 2023
Particulars		
Life Insurance	19,259.37	16,764.25
Total Gross Premiums	**19,259.37**	**16,764.25**

Premiums ceded to reinsurers on insurance contracts and investment contracts with DPF	**31 March 2024**	31 March 2023
Particulars		
Life Insurance	(380.60)	(360.89)
Total premiums ceded to reinsurers	**(380.60)**	**(360.89)**

Net benefits and claims	**31 March 2024**	31 March 2023
Particulars		
a. Gross benefits and claims paid		
Life insurance contracts	7,236.28	4,325.78
Investment contracts with DPF	-	-
Total gross benefits and claims paid	**7,236.28**	**4,325.78**
b. Claims ceded to reinsurers		
Life insurance contracts	(320.47)	(393.30)
Investment contracts with DPF	-	-
Total claims ceded to reinsurers	(320.47)	(393.30)
Net benefits and claims	**6,915.81**	**3,932.48**

60. Key disclosures related to General Insurance business (Zuno General Insurance Limited (ZGIL) (formerly known as Edelweiss General Insurance Company Limited))

Contract Liability for General Insurance business
Premium earned

Gross Premium on insurance contracts

Particular	**31 March 2024**	31 March 2023
Gross written Premium	8,509.70	5,517.39
Change in reserve for unexpired risks	(2,356.27)	(872.11)
Gross Earned Premium (a)	**6,153.43**	**4,645.28**

Premium ceded to reinsurers on insurance contracts

Particular	**31 March 2024**	31 March 2023
Premium on reinsurance ceded	3,263.24	1,818.77
Change in reserve for unexpired risks	(1,152.06)	(243.40)
Premium ceded to reinsurers (b)	**2,111.18**	**1,575.37**
Total Premium Earned (net) (a - b)	**4,042.25**	**3,069.91**

Change in actuarial liability

Particular	**31 March 2024**	31 March 2023
Gross Claim Paid	3,073.47	2,458.25
Claims Ceded to reinsurer on Gross Claims Paid	(613.08)	(461.46)
Net Claims Paid	**2,460.39**	**1,996.79**
Change in Gross Claims Outstanding	826.09	259.28
Change in Cededing to reinsurer on Gross Claims Outstanding	(549.59)	(124.62)
Net Claims Outstanding	**2,736.89**	**2,131.45**
Change in Gross IBNR	1,009.27	714.87
Change in Cededing to reinsurer on Gross IBNR	(405.45)	(322.43)
Net IBNR	**603.82**	**392.44**
Change in Gross Premium deficiency Reserve	-	-
Change in Cededing to reinsurer on Premium deficiency Reserve	-	-
Net Premium deficiency Reserve	-	-
Change in actuarial liability	**603.82**	**392.44**

Reinsurance asset

Particular	**31 March 2024**	31 March 2023
Reinsurance on Insurance Contract	3,930.66	1,766.25
Gross Insurance contract liabilities	9,926.31	5,736.10
Reinsurance asset relating to Insurance contracts	(4,137.79)	(2,030.69)
Net Insurance contract liabilities	**5,788.52**	**3,705.41**

Gross Insurance contract liabilities	**31 March 2024**	31 March 2023
Gross Claims Outstanding	1,527.72	701.63
Gross IBNR	3,383.83	2,374.56
Gross Premium deficiency Reserve	-	1.42
Gross Reserve for unexpired risks	5,014.77	2,658.49
Gross Insurance contract liabilities	**9,926.32**	**5,736.10**

Reinsurance asset relating to Insurance contracts	**31 March 2024**	31 March 2023
Reinsurance of Claims Outstanding	760.38	210.79
Reinsurance of IBNR	1,201.85	796.40
Reinsurance of Premium deficiency Reserve	-	-
Reinsurance of Reserve for unexpired risks	2,175.55	1,023.49
Reinsurance of Insurance contract liabilities	**4,137.78**	**2,030.68**

60. Key disclosures related to General Insurance business (Zuno General Insurance Limited (ZGIL) (formerly known as Edelweiss General Insurance Company Limited)) (Continued)

Net Insurance contract liabilities	**31 March 2024**	31 March 2023
Net Claims Outstanding	767.33	490.83
Net IBNR	2,181.98	1,578.16
Net Premium deficiency Reserve	-	1.42
Net Reserve for unexpired risks	2,839.22	1,635.00
Net Insurance contract liabilities	**5,788.53**	**3,705.41**

Reconciliation of Claims Outstanding	**31 March 2024**	31 March 2023
Gross Claims Outstanding at the beginning of year	701.63	442.34
Gross Change in claims reserve	826.09	259.28
Gross Claims Outstanding at the end of year	**1,527.72**	**701.62**
Reinsurance of Claims Outstanding at the beginning of year	210.79	86.17
Reinsurance of Change in claims reserve	549.59	124.62
Reinsurance of Claims Outstanding at the end of year	**760.38**	**210.79**
Net Claims Outstanding at the beginning of year	490.83	356.18
Net Change in claims reserve	276.50	134.66
Net Claims Outstanding at the end of year	**767.33**	**490.84**

Reconciliation of Incurred but not reported (IBNR)	**31 March 2024**	31 March 2023
Gross IBNR Outstanding at the beginning of year	2,374.56	1,659.69
Gross Change in IBNR reserve	1,009.27	714.87
Gross IBNR Outstanding at the end of year	**3,383.83**	**2,374.56**
Reinsurance of IBNR Outstanding at the beginning of year	796.40	473.97
Reinsurance of Change in IBNR reserve	405.45	322.43
Reinsurance of IBNR Outstanding at the end of year	**1,201.85**	**796.40**
Net IBNR Outstanding at the beginning of year	1,578.16	1,185.71
Net Change in IBNR reserve	603.82	392.45
Net IBNR Outstanding at the end of year	**2,181.98**	**1,578.16**

Reconciliation of Premium deficiency Reserve	**31 March 2024**	31 March 2023
Gross Premium deficiency Reserve Outstanding at the beginning of year	1.42	1.42
Gross Change in Premium deficiency reserve	(1.42)	-
Gross Premium deficiency Reserve Outstanding at the end of year	-	**1.42**
Reinsurance of Premium deficiency Reserve Outstanding at the beginning of year	-	-
Reinsurance of Change in Premium deficiency reserve	-	-
Reinsurance of Premium deficiency Reserve Outstanding at the end of year	-	-
Net Premium deficiency Reserve Outstanding at the beginning of year	1.42	1.42
Net Change in Premium deficiency reserve	(1.42)	-
Net Premium deficiency Reserve Outstanding at the end of year	-	**1.42**

Reserve for unexpired risks	**31 March 2024**	31 March 2023
Gross Reserve for unexpired risks Outstanding at the beginning of year	2,658.50	1,786.39
Gross Change in Reserve for unexpired risks reserve	2,356.27	872.11
Gross Reserve for unexpired risks Outstanding at the end of year	**5,014.77**	**2,658.50**
Reinsurance of Reserve for unexpired risks Outstanding at the beginning of year	1,023.49	780.09
Reinsurance of Change in Reserve for unexpired risks reserve	1,152.06	243.40
Reinsurance of Reserve for unexpired risks Outstanding at the end of year	**2,175.55**	**1,023.49**
Net Reserve for unexpired risks Outstanding at the beginning of year	1,635.01	1,006.30
Net Change in Reserve for unexpired risks reserve	1,204.21	628.71
Net Reserve for unexpired risks Outstanding at the end of year	**2,839.22**	**1,635.01**

60. Key disclosures related to General Insurance business (Zuno General Insurance Limited (ZGIL) (formerly known as Edelweiss General Insurance Company Limited)) (Continued)

Geographical concentration:
The ZGIL has its operation only in India.

Sensitivity Analysis to key assumptions
The following analysis is performed for reasonably possible movements in 'Ultimate Loss ratio' with all other assumptions held constant, showing the impact on gross and \net liabilities, profit before tax and equity.

The correlation of assumptions will have a significant effect in determining the ultimate claims liabilities, but to demonstrate the impact due to changes in assumptions, assumptions had to be changed on an individual basis. It should be noted that movements in these assumptions are linear. The method used for deriving sensitivity information and significant assumptions made did not change from the previous year.

2023-24	**Change in Assumption**	**Increase / (Decrease) on Gross Liability**	**Increase / (Decrease) on Net Liability**	**Increase / (Decrease) on Profit Before Tax**	**Increase / (Decrease) on Equity**
Ultimate Loss Ratio	**10.00%**	**879.86**	**1,155.62**	**1,155.62**	**-**
Ultimate Loss Ratio	**(10.00)%**	**(879.86)**	**(1,155.62)**	**(1,155.62)**	**-**

2022-23	Change in Assumption	Increase / (Decrease) on Gross Liability	Increase / (Decrease) on Net Liability	Increase / (Decrease) on Profit Before Tax	Increase / (Decrease) on Equity
Ultimate Loss Ratio	10.00%	575.90	620.85	620.85	-
Ultimate Loss Ratio	(10.00)%	(575.90)	(620.85)	(620.85)	-

Other Additional Regulatory Information

61 Details of Benami Property held

The Group does not have any Benami property, where any proceeding has been initiated or pending against the Group for holding any Benami property.

62 Security of current assets against borrowings

The Group has borrowings from banks or financial institutions against security of current assets. Quarterly return and statements filed by the Group with lender banks or financial institutions are in agreement with the books of account of the Group, wherever applicable.

63 Wilful Defaulter

The Group is not declared as wilful defaulter by any bank or financial Institution or other lender.

64 Transactions with Struck off Companies

Name of the struck-off Company	Nature of transactions with struck-off Company	Relationship with the struck-off Company	Balance Outstanding as on 31 March 2024	Balance Outstanding as on 31 March 2023
Glossy Creations Private Limited	Receivables	-	-	0.59
Shams Cable Network	Office Exps	-	-	-
City Elevators Private Limited	Receivable	-	-	0.15
Emicon India Private Limited	Receivable	-	-	0.09
Spectrum Washing Private Limited	Receivable	-	-	0.13
Viva Concrete Technologies Private Limited	Receivable	-	-	0.54
Aditi Financial Services	Payable	-	0.03	-
Suraj Petroleum	Receivable	-	2.94	-
Shri Sham Fisheries	Receivable	-	0.39	-
Medifit Health & Fitness Private Limited	Receivables	-	-	0.44
M S Clothing	Receivables	-	0.24	-
S M Enterprises	Receivables	-	0.05	-
Godavari Traders	Receivables	-	0.11	-
Ayuh Meditech Solutions Pvt Ltd	Receivables	-	0.07	-
Sri Sai Simhadri Tyres	Receivables	-	0.10	-
Arihant Capital Markets Ltd.	Payables	-	-	0.00
SPA Capital Services Ltd	Payables	-	-	0.07
Marvel Limited	Commission Income	-	-	-
Kotak Mahindra Investments Limited	Commission Income	-	-	-
Four Seasons Hotel	Professional Fees	-	-	-
Indian Overseas Bank	Commission & Brokerage Exps	-	-	0.00
Anahat Organisation Development Consultancy Pvt Ltd	Professional Fees	-	-	-
Maruti Infrastructure Limited	Retention Money Payable	-	-	3.66
M R D ENTERPRISES	Repairs & Maintenance	-	-	-
Nucsoft Limited	Other Expense	-	-	-
Kamal Enterprises	Miscellaneous Expense	-	-	-

0.00 indicates amount less than ₹ 0.01 million

65 The Group is in compliance with number of layers of companies, as prescribed under clause (87) of section 2 of the Companies Act, 2013 read with the Companies (Restriction on number of Layers) Rules, 2017.

Other Additional Regulatory Information (Continued)

66 Utilisation of Borrowed funds and share premium

A) During the year, the Group 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 :

(i) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company/Group (Ultimate Beneficiaries); or

(ii) provide any guarantee, security, or the like to or on behalf of the Ultimate Beneficiaries

(B) During the year, the Group 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:

(i) 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

(ii) provide any guarantee, security, or the like to or on behalf of the Ultimate Beneficiaries

67 Undisclosed income

The Group does not have any transaction which is not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961.

68 Details of Crypto Currency or Virtual Currency

The Group has not traded or invested in Crypto Currency or Virtual Currency during the financial year.

69 Loans & Advances

There are no loans or advances in the nature of loans which are granted to promoters, directors, KMPs and the related parties (as defined under the Companies Act, 2013), either severally or jointly with any other person that are; (a) repayable on demand or (b) without specifying any terms or period of repayment, except below;

As at 31 March 2024

Type of Borrowers	Amount of loan or advance in the nature of loan outstanding	Aggregate amount of loans/ advances in nature of loans	Percentage to the total Loans and Advances in the nature of loans*
Promoters	-	-	-
Directors	-	-	-
KMPs	-	5.00	0.01%

As at 31 March 2023

Type of Borrowers	Amount of loan or advance in the nature of loan outstanding	Aggregate amount of loans/ advances in nature of loans	Percentage to the total Loans and Advances in the nature of loans*
Promoters	-	-	-
Directors	-	-	-
KMPs	-	-	-

* Percentage of aggregate loans granted during the year

70 The Indian Parliament has approved the Code on Social Security, 2020 which subsumes the Provident Fund and the Gratuity Act and rules there under. The Ministry of Labour and Employment has also released draft rules thereunder on 13 November 2020 and has invited suggestions from stakeholders which are under active consideration by the Ministry. The Group will evaluate the rules, assess the impact if any, and account for the same once the rules are notified and become effective.

71 Nuvama Clearing Services Limited (NCSL), a former associate, received a show cause notice and order from NSE Clearing Ltd (NCL) in the matter of Anugrah Stock and Broking Pvt. Ltd (Anugrah or Trading member) and Vrise Securities Pvt. Limited. Securities Appellate Tribunal (SAT) has upheld NCL order on 15 December 2023. NCSL has appealed against the SAT order at the Supreme Court of India, asserting compliance with all relevant laws and regulations. The appeal is in the process of admission with the Supreme Court of India. The Company has obtained legal opinion on the matter and the Company believes that the NCSL will receive a favourable order in this regard. Accordingly, there is no adjustment required in the Consolidated Financial Statements of the Group.

72 Under the Shareholders' Agreement dated 05 March 2019, entered between Edelweiss Financial Services Limited (EFSL), CDPQ Private Equity Asia PTE. Limited (CDPQ) and ECL Finance Limited (together referred as Parties), EFSL had agreed, pursuant to clause 8.1 & 8.2 to make equity investment of an amount equivalent to the amount of losses on Select real estate/structured finance Loans (Select Loans) into ECL Finance Limited within six months of the default leading to loss incurred by the ECL Finance Limited on or before the date of the conversion of the Investor CCDs into Equity Shares. The rationale for this undertaking was to keep the total equity/net worth of ECL Finance Limited unimpacted on account of impairment in the select loan accounts. During the previous year ended 31 March 2023, Parties have agreed and concluded that loss event for three of the borrowers in the Select Loans have crystalized and hence, EFSL has agreed to make good the loss amounting to ₹ 1,295.20 million incurred by ECL Finance Limited in earlier years. Accordingly, EFSL has recorded such loss in its profit and loss for the year ended 31 March 2023. The Parties have agreed that no loss event has been crystalized in respect of other Select Loans amounts mentioned in above said clauses of the agreement and hence there is no obligation of EFSL.

73.1 The Board of Directors at their meeting held on 14 May 2024, have recommended a final dividend of ₹ 1.50 per equity share (on face value of ₹ 1 per equity share), subject to the approval of the members at the ensuing Annual General Meeting.

73.2 During the year, the Company has declared and paid the final dividend of ₹ 1.25 per equity share (on face value of ₹ 1 per equity share) for the financial year ended 31 March 2023, based on the approval of the members of the Company at the Annual General Meeting held on 26 September 2023.

74 During the year, two subsidiaries of the Group, ECL Finance Limited and Edelweiss Retail Finance Limited (subsidiaries), due to the change in the existing rights attached to the financial instrument, the investment in Security Receipts ("SRs") which were previously measured at fair value through profit and loss, were derecognized and revised terms of rights in SRs representing residual interest in the trust ("SR Instrument - Equity") have been recognized and measured at Fair Value through Other Comprehensive Income (FVOCI - Equity). Further, during the year ended 31 March 2024, these subsidiaries has taken impact of ₹ (11.20) million (net of tax) on SRs in other comprehensive income pertaining to exited Portfolio.

During the previous year ended 31 March 2023, two subsidiaries of the Company had sold certain financial assets amounting to ₹ 16,718.90 million (net of provisions) to various asset reconstructions company trusts ('ARC Trusts') and acquired security receipts (SR) amounting to ₹ 5,227,20 million from these ARC Trusts. Ind AS 109 – 'Financial Instruments', prescribed under section 133 of the Companies Act, 2013, requires substantially all risks and rewards to be transferred for the purpose of de-recognition of such financial assets from these subsidiaries financial statements. The Company had undertaken substantially all risks and rewards in respect of such financial assets. As a result, these financial assets were de-recognized in the subsidiaries financial statements. Based on assessment of probability of default, loss given default in respect of these financial assets (i.e. sold during the year ended 31 March 2023 and in earlier years) and in light of various factors viz. exposures to certain sectors and assessment of credit and market risks for certain counter parties relative to such risks at initial recognition, the Group has recorded charge due to change in valuation of POCI loans of ₹ 2,693.00 million (net) for the year ended and is included in "Change in valuation of credit impaired loans".

75 The Board of Directors of the Company at its meeting held on 13 May 2022, had approved the Scheme of arrangement between Edelweiss Financial Services Limited ('EFSL') and Nuvama Wealth Management Limited (formerly known as Edelweiss Securities Limited) ('NWML') and their respective shareholders and creditors ('the Scheme'), under section 230 to 232 read with section 52 and other applicable provisions of the Companies Act, 2013, which inter-alia envisaged demerger of Wealth Management Business Undertaking ('Demerged Undertaking 'as defined in the Scheme) of EFSL into the NWML and issue of shares of NWML to the shareholders of EFSL pursuant to demerger.

The National Company Law Tribunal Bench at Mumbai (Tribunal) has approved the Scheme on 27 April 2023. The certified copy of the order of the Tribunal approving the Scheme was received by the Company on 12 May 2023 and was filed with the Registrar of Companies on 18 May 2023 ('Effective Date'). As per the Scheme, the Appointed Date of the Scheme is same as Effective Date i.e., 18 May 2023. Pursuant to the Scheme, the equity share capital of NWML held by EFSL stand cancelled. Further, NWML has allotted 1,05,28,746 equity shares to the shareholders of EFSL as on the record date as per the Scheme. In accordance with Appendix A of Indian Accounting Standard (Ind AS) 10 Distribution of Non-cash Assets to Owners and as per the scheme, the distribution of non-cash assets to shareholders of the Company and carrying value of net assets of Wealth Management Business Undertaking have been adjusted against the Retained Earnings amounting to ₹ 23,531.81 million. In view of above, the financial statements of the current year are after giving effect of the Scheme as on appointed date i.e.,18th May 2023 and hence previous year numbers are not comparable to that extent. Further, on account of demerger, Company has accounted for net gain amounting to ₹ 83.20 million during the current year ended 31 March 2024.

As per the Scheme, Company transferred assets and liabilities of Demerged Undertaking to the NWML and Company derecognised all assets and liabilities of Demerged Undertaking using acquisition method.

Particulars	Amount in millions
ASSETS	
Financial assets	
Cash and cash equivalents	20.00
Trade Receivables	73.38
Investments	23,531.80
Other financial assets	264.92
Total financial assets (A)	**23,890.10**
Non-financial assets	
Property, Plant and Equipment	0.79
Other non-financial assets	225.37
Total Non-financial assets (B)	**226.16**
TOTAL ASSETS (C)= ((A)+(B))	**24,116.26**
LIABILITIES	
Financial liabilities	
Trade Payables	35.64
Other financial liabilities	353.10
Total financial liabilities (D)	**388.74**
Non-financial liabilities	
Current tax liabilities (net)	
Provisions	14.16
Other non-financial liabilities	181.55
Total non-financial liabilities (E)	**195.71**
TOTAL LIABILITIES (F)=((D)+(E))	**584.45**
Networth Adjusted to Equity on account of demerger (G)= ((C)-(F))	**23,531.81**

76 During the year ended 31 March 2024 and 31 March 2023, an investor has invested in Security receipts issued by ARC trusts as senior class investor in such trusts amounting to ₹ 3,250 million and ₹ 12,000 million respectively. These pertain to certain loans and security receipts sold by one of the subsidiary company, ECL Finance Limited to the ARC trusts. EFSL and another subsidiary company, Edelweiss Securities and Investments Private Limited ("ESIPL") have provided a Put option to the investor assuring to pay or guarantee the payment of agreed aggregated total pay-out value after reducing any payment to investors from underlying assets during the period i.e., amount invested along with a minimum guaranteed return as per the agreement. Further, based on management assessment and given current estimates/cash flows from underlying assets, the likelihood of any payment to investor is considered as remote. Further, as the risks and rewards continues in the Group, these are accounted as financial assets in the consolidated financial statements and the consequent expected credit loss is recorded in the consolidated financial statements.

77 ECap Equities Limited (Ecap), a wholly owned subsidiary of the Company, has entered into an agreement dated 28 November 2019, pursuant to which upon happening of a contingency whereupon if the investors who have subscribed for a majority in the Alternative Investment Fund (AIF) to which ECL Finance Limited (ECLF) and Nido Home Finance Limited (formerly known as Edelweiss Housing Finance Limited) (NHFL), subsidiaries of the Group have sold financial assets does not receive the agreed IRR (IRR) as per the agreement in which case Ecap shall be required to either arrange for a buyer thereof and/or purchase the assets at IRR.

78 The Group has complied with the Rule 3 of Companies (Accounts) Rules, 2014 amended on 05 August 2022 relating to maintenance of electronic books of account and other relevant books and papers. The Group's books of accounts and relevant books and papers are accessible in India at all times and backup of accounts and other relevant books and papers are maintained in electronic mode within India and kept in servers physically located in India on daily basis.

79 Change in valuation of credit impaired loans represents valuation movement of loans of consolidated ARC trusts.

80 ECL Finance Limited (ECLF), the subsidiary's Board of Directors in their meeting have approved the decision of ECLF to exit the Real Estate and Structured Finance business ("Portfolio") and reduce the underlying loan portfolio in the near to mid-term. Consequently, the ECLF business model with respect to the Portfolio has changed from 'hold to collect' to 'hold to collect and sell'. As per the requirements of Ind AS 109 "Financial Instruments, effective from 01 January 2024, consequent to these change the Group has reclassified Portfolio measured at amortised cost to fair value through other comprehensive income in the Consolidated Financial Statements.

81. The Group has process whereby periodically all long term contract (including derivative contracts) are assessed for material foreseeable losses. At the year end, the Group has reviewed and ensured that adequate provisions as required under any law / accounting standard for material foreseeable losses on such long terms contracts (including derivative contract) has been made in the books of accounts.

82. Previous year's figures have been regrouped / reclassified to conform to current year presentation.

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

As per our report of even date attached.

For Nangia & Co. LLP
Chartered Accountants
ICAI Firms Registration Number: 002391C/N500069

Jaspreet Singh Bedi
Partner
Membership No: 601788

Mumbai 14 May 2024

For and on behalf of the Board of Directors of
Edelweiss Financial Services Limited

Rashesh Shah
Chairman & Managing Director
DIN: 00008322

Venkatchalam Ramaswamy
Vice Chairman & Executive Director
DIN : 00008509

Ananya Suneja
Chief Financial Officer

Tarun Khurana
Company Secretary
Membership No: 12344

14 May 2024

INDEPENDENT AUDITOR'S REPORT

To the Members of Edelweiss Financial Services Limited

Report on the Audit of the Standalone Financial Statements

Opinion

We have audited the accompanying Standalone Financial Statements for the year ended March 31, 2026 of Edelweiss Financial Services Limited ("the Company"), which comprise the Standalone Balance Sheet as at March 31, 2026 and the Standalone Statement of Profit and Loss (including the other Comprehensive Income), the Standalone Statement of Cash Flows and the Standalone Statement of Changes in Equity for the year then ended, and notes to the standalone financial statements, including a summary of material accounting policies and other explanatory information (hereinafter referred to as "the Standalone Financial Statements").

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, as amended ("the Act") in the manner so required and give a true and fair view in conformity with the Indian accounting standards ("Ind AS") prescribed under Section 133 of the Act read with Companies (Indian Accounting Standards) Rules, 2015 as amended and other accounting principles generally accepted in India, of the Standalone state of affairs (financial position) of the Company as at March 31, 2026 its Standalone Profit (financial performance including other Comprehensive Income), its Standalone Cash Flows and the Standalone Statement of Changes in Equity for the year ended on that date.

Basis for Opinion

We conducted our audit of the standalone financial statements in accordance with the Standards on Auditing ("SAs") specified under Section 143(10) of the Act. Our responsibilities under those Standards are further described *in* 'the Auditor's Responsibilities for the audit of the standalone 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 ("the ICAI") together with the ethical requirements that are relevant to our audit of the standalone financial statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion on the standalone financial statements.

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 for the year ended March 31, 2026. 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. For each matter below, our description of how our audit addressed the matter is provided in that context.

We have determined the matters described below to be the key audit matters to be communicated in our report.

We have fulfilled the responsibilities described in the Auditor's responsibilities for the audit of the standalone financial statements section of our report, including in relation to these matters. Accordingly, our audit included the performance of procedures designed to respond to our assessment of the risks of material misstatement of the standalone financial statements. The results of our audit procedures, including the procedures performed to address the matters below, provide the basis for our audit opinion on the accompanying standalone financial statements.

Key audit matters	How our audit addressed the key audit matter
Impairment of investments in subsidiary companies (As described in Note 1.4.1.3 and Note 6 of the standalone financial statements)	
The Company has investments in various subsidiaries aggregating Rs. 56,412.88 million which are not listed (equity) or quoted. These investments are valued at cost and are required to be assessed for impairment in accordance with Ind AS 36, when any indicators of impairment are observed. In carrying out such impairment assessment, a significant judgement of the management is involved in estimating the investee company's "value in use", in accordance with Ind AS 36. Estimation of the value in use requires the management to apply appropriate assumptions with respect to the growth rates for future cash flow projections of the investee company and discount rates for determining present value of such cash flows. In view of the high degree of management's judgement involved in estimation of the recoverable amount of investments in unlisted subsidiaries and the inherent uncertainty relating to the assumptions supporting such estimates, we considered this area as a key audit matter.	Our audit procedures included considering the appropriateness of the processes laid down by the management for assessment of impairment in the value of investments in subsidiaries combined with procedures performed as follows: • Considered management's assessment of impairment from the management experts wherever considered necessary and assessed whether any impairment indicators existed for investment in each subsidiary. • Traced the net-worth of the individual subsidiaries to their audited financial statements to assess whether any impairment indicators were present. • Assessed information used to determine the key assumptions, including growth rates and discount rates. • Assessed the disclosures relating to investments in subsidiaries included in the standalone financial statements in accordance with the requirements of Ind AS.
Information Technology ("IT") systems and controls	
Financial accounting and reporting processes, especially in the financial services sector, are fundamentally reliant on IT systems and IT controls to process significant transaction, hence we identified company's IT systems and controls as a key audit matter. Automated accounting procedures and IT environment controls, which include IT governance, general IT controls over program development and change, management access to programs and data and IT operations, are required to be appropriately designed and to operate effectively to ensure reliable financial reporting.	Our audit procedures focused on the IT infrastructure and applications relevant to financial reporting of the Company with procedures performed as follows: • Tested the design and operating effectiveness of the Company's IT access controls over the information systems that are important to financial reporting and various interfaces, configuration, and other identified application controls. • Tested IT general controls (logical access, change management and aspects of IT operational controls). This included testing requests for access to systems were reviewed and authorized. • Tested the Company's periodic review of access rights. Also tested requests of changes to systems for approval and authorization. • In addition to the above, tested the design and operating effectiveness of certain automated controls that were considered as key internal controls. • Tested the design and operating effectiveness of compensating controls in case deficiencies were identified and where necessary, extended the scope of our substantive audit procedures.

Information Other than the Financial Statements and Auditor's Report thereon

The Company's Management and Board of Directors are responsible for the other information. The other information comprises the information included in the Board report, but does not include the standalone financial statements and our auditor's report thereon. The Board report is expected to be made available to us after the date of this auditor's report.

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 standalone financial statements, our responsibility is to read the other information identified above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the standalone financial statements, or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated. Based on the work we have performed, if we conclude that there is a material misstatement of this other information, we are required to report that fact.

Responsibilities of Management and Those Charged with Governance for the Standalone Financial Statements

The Company's Management and Board of Directors are responsible for the matters stated in Section 134(5) of 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 including other Comprehensive Income , Cash Flows and Changes in Equity of the Company in accordance with the accounting principles generally accepted in India, including the Ind AS specified under Section 133 of the Act read with the Companies (Indian Accounting Standards) Rules 2015, as amended. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; the 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 standalone financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error., which have been used for the purpose of preparation of the standalone financial Statement by the Management and the Board of Directors of the Company, as aforesaid.

In preparing the standalone financial statements, Management and the Board of Directors are 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 and the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Managements and the Board of Directors are also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Standalone Financial Statements

Our objectives are to obtain reasonable assurance about whether the standalone 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 standalone financial statements.
As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the standalone 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.

- Obtain an understanding of internal financial controls 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 with reference to standalone financial statements in place and the operating effectiveness of such controls.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by Management and the Board of Directors.

- Conclude on the appropriateness of Management's and the Board of Directors' 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 standalone 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.

- Evaluate the overall presentation, structure and content of the standalone financial statements, including the disclosures and whether the standalone financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance of the Company 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 standalone financial statements for the financial year ended March 31, 2026, 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.

Report on Other Legal and Regulatory Requirements

1. 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 Act, we give in the "Annexure 1" a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

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

(c) The Standalone Balance Sheet, the Standalone Statement of Profit and Loss including the Standalone Statement of other Comprehensive Income, and the Standalone Statement of Cash Flow and Standalone Statement of Changes in Equity dealt with by this Report are in agreement with the books of account.

(d) In our opinion, the aforesaid standalone financial statements comply with the Indian Accounting Standards specified under Section 133 of the Act, read with Companies (Indian Accounting Standards) Rules, 2015, as amended.

(e) On the basis of the written representations received from the directors as on March 31, 2026 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2026 from being appointed as a director in terms of Section 164 (2) of the Act.

(f) With respect to the adequacy of the internal financial controls over financial reporting of the Company with reference to these standalone financial statements and the operating effectiveness of such controls, refer to our separate Report in "Annexure 2".

(g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended, in our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Company to its directors during the year is in accordance with the provisions of section 197 read with Schedule V of the Act.

(h) 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) Rules, 2014, as amended in our opinion and to the best of our information and according to the explanations given to us:

i. The Company has disclosed the impact of pending litigations on its financial position in its standalone financial statements – (Refer Note 32(1)(a) and (b) to the standalone financial statements).

ii. The Company has made provision, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long-term contracts including derivative contracts – (Refer Note 62 to the standalone financial statements).

iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.

iv. (a) The Management has represented that, to the best of its knowledge and belief, as disclosed in the note 51 (A) to the standalone financial statements, during the year 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 or entity, 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.

(b) The Management has represented, that, to the best of it's knowledge and belief, as disclosed in the note 51 (B) to the standalone financial statements, during the year no funds have been received by the Company from any person or entity, 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; and

(c) Based on the audit procedures performed that have 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 (a) and (b) contain any material misstatement.

v. The final dividend paid by the Company during the year in respect of the same declared for the previous year is in accordance with Section 123 of the Act to the extent it applies to payment of dividend.

As stated in note 55 to the standalone financial statements, the Board of Directors of the Company have proposed final dividend for the year which is subject to the approval of the members at the ensuing Annual General Meeting. The dividend declared is in accordance with Section 123 of the Act to the extent it applies to declaration of dividend.

vi. 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 operated throughout the year for all relevant transactions recorded in the software. Further, during the course of our audit we did not come across any instance of audit trail feature being tampered with and the audit trail has been preserved by the Company as per the statutory requirement for record retention.

For Nangia & Co. LLP
Chartered Accountants
ICAI Firm Registration Number: **002391C/N500069**

Jaspreet Singh Bedi
Partner
Membership Number: 601788
UDIN: 26601788HMUNYB9773

Place: Mumbai
Date: April 30, 2026

Annexure 1 referred to in paragraph 1 under the heading "Report on other legal and regulatory requirements" of our Report of Even Date on the Standalone Financial Statements of Edelweiss Financial Services Limited.

In terms of the information and explanations sought by us and given by the Company and the books of account and records examined by us in the normal course of audit and to the best of our knowledge and belief, we state that:

(i) (a) (A) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment.

(B) The Company has maintained proper records showing full particulars of intangible assets.

(b) All Property, Plant and Equipment were physically verified by the management in the current year in accordance with a planned programme.

(c) According to information and explanations given to us, there are no immovable properties that are held in the name of the Company.

(d) The Company has not revalued its Property, Plant and Equipment or intangible assets during the year ended March 31, 2026.

(e) According to information and explanations given to us, there are no proceedings initiated or are pending against the Company for holding any benami property under the Prohibition of Benami Property Transactions Act, 1988 and rules made thereunder.

(ii) (a) The Company's business does not require maintenance of inventories and, accordingly, the requirement to report on clause 3(ii)(a) of the Order is not applicable to the Company.

(b) The Company was sanctioned working capital limits in excess of Rs. 5 crores in aggregate, during the year from banks and financial institutions on the basis of security of current assets. The requirement of filing such Quarterly Returns and Statement by the Company with such bank and financial institutions is not applicable as there was no working capital loan outstanding at any quarter end during the year, as it was squared off during quarter and requirement to submit the quarterly return was not triggered. Accordingly, the requirement to report on clause 3(ii)(b) of the order is not applicable to the Company.

(iii) (a) During the year the Company has provided loans, advances in the nature of loans, stood guarantee and provided security to companies as follows:

(Rs. in million)

Particulars	Guarantees	Put options	Security	Loans	Advance in nature of loans
Aggregate amount granted/ provided during the year					
- Subsidiaries	17,000.00	-	-	72,246.53	-
- Others	-	6704.60	-	-	-
Balance outstanding as at balance sheet date in respect of above cases*					
- Subsidiaries	11,218.10	-	-	37,485.52	-
- Others	-	6704.60	-	-	-

*amount shown is the principal outstanding as on March 31, 2026

(b) During the year the investments made, guarantees provided, security given and the terms and conditions of the grant of all loans and advances in the nature of loans and guarantees to Companies are not prejudicial to the Company's interest.

(c) The Company has granted loans to group companies where the schedule of repayment of principal and payment of interest has been stipulated and the repayment or receipts are regular. As represented by the Management, there are no loans given to other than group companies.

(d) There are no amounts of loans and advances in the nature of loans granted to companies which are overdue for more than ninety days.

(e) There were no loans or advances in the nature of loans granted to group companies which had fallen due during the year, that have been renewed or extended or fresh loans granted to settle the overdues of existing loans given to the same parties.

(f) According to information and explanations given to us, 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 to group companies. Accordingly, the requirement to report on clause 3(iii)(f) of the Order is not applicable to the Company.

(iv) In our opinion and according to the information and explanations given to us, the Company has not advanced loans to directors / to a Company in which the director is interested to which provisions of Section 185 of the Companies Act 2013 apply and hence not commented upon. The Company has made investments/ given loans /guarantees/ provided security which is in compliance to the provisions of Section 186 of the Companies Act 2013.

(v) The Company has neither accepted any deposits from the public nor accepted any amounts which are deemed to be deposits within the meaning of Sections 73 to 76 of the Companies Act and the rules made thereunder, to the extent applicable. Accordingly, the requirement to report on clause 3(v) of the Order is not applicable to the Company.

(vi) The Central Government has not specified the maintenance of cost records under Section 148(1) of the Companies Act, 2013, for the products/services of the Company.

(vii) (a) According to information and explanations given to us, the Company is generally regular in depositing with appropriate authorities undisputed statutory dues including goods and services tax, provident fund, employees' state insurance, income-tax, cess and other statutory dues applicable to it. The provisions relating to duty of customs and duty of excise are currently not applicable to the Company. According to the information and explanations given to us and based on audit procedures performed by us, no undisputed amounts payable in respect of these statutory dues were outstanding, at the year end, for a period of more than six months from the date they became payable.

(b) According to records of the Company, the dues of goods and services tax, provident fund, employees' state insurance, income-tax, service tax, and other statutory dues have not been deposited on account of any dispute, are as follows:

(Rs. in millions)

Name of the statue	Nature of dues	Gross Demand	Paid under Protest	Period to which the amount relates	Forum where the dispute is pending
Income Tax Act, 1961	Income Tax	3.23	-	AY 2001-02	High Court
Income Tax Act, 1961	Income Tax	141.38	-	AY 2009-10	High Court

Name of the statue	Nature of dues	Gross Demand	Paid under Protest	Period to which the amount relates	Forum where the dispute is pending
Income Tax Act, 1961	Income Tax	237.89	-	AY 2010-11	High Court
Income Tax Act, 1961	Income Tax	101.40	-	AY 2011-12	High Court
Income Tax Act, 1961	Income Tax	91.24	-	AY 2012-13	High Court
Income Tax Act, 1961	Income Tax	23.13	-	AY 2013-14	High Court
Income Tax Act, 1961	Income Tax	20.20	-	AY 2014-15	High Court
Income Tax Act, 1961	Income Tax	50.66	-	AY 2016-17	High Court
Income Tax Act, 1961	Income Tax	54.33	-	AY 2017-18	High Court
Income Tax Act, 1961	Income Tax	61.25	-	AY 2018-19	High Court
Income Tax Act, 1961	Income Tax	111.87	-	AY 2020-21	High Court
Service Tax	Service Tax	430.75	16.15	FY 2009-10 to Jun 2012	CESTAT, Mumbai
Service Tax	Service Tax	119.75	-	FY 2009-10 up to Jun 2012	CESTAT, Mumbai
Goods and Services Tax Act, 2017	Goods and Services Tax	3.03	0.15	FY 2018-19	Commissioner (Appeals)
Goods and Services Tax Act, 2017	Goods and Services Tax	9.60	0.53	FY 2019-20	Commissioner (Appeals)

(viii) According to the information and explanations given to us, the Company has not surrendered or disclosed any transaction, previously unrecorded in the books of account, in the tax assessments under the Income Tax Act, 1961 as income during the year.

(ix) (a) According to the information and explanations given to us, the Company has not defaulted in repayment of loans or other borrowings or in the payment of interest thereon to any lender.

(b) The Company has not been declared wilful defaulter by any bank or financial institution or government or any government authority.

(c) According to the information and explanations given to us, the Company did not have any term loan outstanding during the year hence, the requirement to report on clause (ix)(c) of the Order is not applicable to the Company.

(d) According to the information and explanations given to us and on an overall examination of the standalone financial statements of the Company, no funds raised on short-term basis have been used for long-term purposes by the Company.

(e) 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 taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries.

(f) According to the information and explanations given to us, the Company has not raised loans during the year on the pledge of securities held in its subsidiaries companies.

(x) (a) As per management and information provided, monies raised during the year by the Company by way of public offer (including debt instruments) were applied for the purpose for which they were raised.

(b) 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 made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year and accordingly, the requirement to report on Clause (x)(b) of the Order is not applicable to the Company.

(xi) (a) According to the information and explanations given to us, no fraud by the Company or on the Company has been noticed or reported during the year.

(b) During the year, no report under sub-section (12) of Section 143 of the Companies Act, 2013 has been filed by secretarial auditor or by us in Form ADT – 4 as prescribed under Rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government.

(c) As represented to us by the management, there are no whistle blower complaints received by the company during the year.

(xii) The Company is not a Nidhi Company as per the provisions of the Companies Act, 2013. Therefore, the requirement to report on clause 3(xii)(a), (b) and (c) of the Order is not applicable to the Company.

(xiii) According to the information and explanations given to us, transactions with the related parties are in compliance with Sections 177 and 188 of Companies Act, 2013 where applicable and the details have been disclosed in the notes to the standalone financial statements, as required by the applicable accounting standards.

(xiv) (a) According to the information and explanations given to us, the Company has an internal audit system commensurate with the size and nature of its business.

(b) The internal audit reports of the Company issued till the date of the audit report, for the period under audit have been considered by us.

(xv) According to the information and explanations given to us, the Company has not entered into any non-cash transactions with its directors or persons connected with its directors and hence requirement to report on clause 3(xv) of the Order is not applicable to the Company.

(xvi) (a) The provisions of Section 45-IA of the Reserve Bank of India Act, 1934 (2 of 1934) are not applicable to the Company. Accordingly, the requirement to report on clause (xvi)(a) of the Order is not applicable to the Company.

(b) The Company has not conducted any Non-Banking Financial activities.

(c) The Company is not a Core Investment Company as defined in the regulations made by Reserve Bank of India. Accordingly, the requirement to report on clause 3(xvi)(c) of the Order is not applicable to the Company.

(d) According to the information and explanation given to us, the Group has one core investment company as part of Group.

(xvii) According to the information and explanations given to us and on the basis of our examination of records, there are no cash losses incurred during the current year. However, cash losses amounting to Rs.248.95 million incurred in the immediately preceding financial year.

(xviii) There has been no resignation of statutory auditors during the year and accordingly requirement to report on clause 3(xviii) of the Order is not applicable to the Company.

(xix) On the basis of the financial ratios disclosed in note 63 to the standalone financial statements, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the standalone financial statements, our knowledge of the Board of Directors and management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report that 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 up to 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) In respect of other than ongoing projects, there are no unspent amounts that are required to be transferred to a fund specified in Schedule VII of the the Act, in compliance with second proviso to sub section (5) of Section 135 of the Act. This matter has been disclosed in note 25(b) to the standalone financial statements.

(b) There are no unspent amounts in respect of ongoing projects, that are required to be transferred to a special account in compliance of provision of sub section (6) of Section 135 of Companies Act. This matter has been disclosed in note 25(b) to the standalone financial statements.

For Nangia & Co. LLP
Chartered Accountants
ICAI Firm Registration Number: **002391C/N500069**

Jaspreet Singh Bedi
Partner
Membership Number: 601788
UDIN: 26601788HMUNYB9773

Place: Mumbai
Date: April 30, 2026

"ANNEXURE 2" TO THE INDEPENDENT AUDITOR'S REPORT OF EVEN DATE ON THE STANDALONE FINANCIAL STATEMENTS OF EDELWEISS FINANCIAL SERVICES LIMITED

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

To the Members of Edelweiss Financial Services Limited

We have audited the internal financial controls over financial reporting with reference to Standalone Financial Statements of Edelweiss Financial Services Limited ("the Company") as of March 31, 2026 in conjunction with our audit of the Standalone Financial Statements of the Company for the year ended on that date.

Responsibilities of Management and Those Charged with Governance for Internal Financial Controls

The Company's Management and the Board of Directors are responsible for establishing and maintaining internal financial controls based on 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 ("the 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 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 Act.

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 the ICAI and deemed to be prescribed under Section 143(10) of the Act, 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 ICAI. 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 judgement, including the assessment of the risks of material misstatement of the standalone 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 with reference to Standalone Financial Statements is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of standalone financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting with reference to Standalone Financial Statements 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 standalone financial statements in accordance with

generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the standalone 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, 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 March 31, 2026, 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 ICAI.

For Nangia & Co. LLP
Chartered Accountants
ICAI Firm Registration Number: **002391C/N500069**

Jaspreet Singh Bedi
Partner
Membership Number: 601788
UDIN: 26601788HMUNYB9773

Place: Mumbai
Date: April 30, 2026

Edelweiss Financial Services Limited

Standalone Balance Sheet as at 31 March 2026

CIN-L99999MH1995PLC094641

(Currency: Indian rupees in millions)

Particulars	Note No.	As at 31 March 2026	As at 31 March 2025
ASSETS			
Financial assets			
(a) Cash and cash equivalents	2	**430.32**	35.39
(b) Bank balances other than cash and cash equivalents	3	**8.58**	10.70
(c) Trade receivables	4	**185.82**	366.96
(d) Loans	5	**37,977.64**	30,891.31
(e) Investments	6	**57,262.64**	50,310.93
(f) Other financial assets	7	**148.27**	188.10
Total financial assets		**96,013.27**	81,803.39
Non-financial assets			
(a) Current tax assets (net)		**900.47**	598.93
(b) Deferred tax assets (net)	8	**3,709.09**	3,887.56
(c) Property, plant and equipment	9	**2.72**	6.11
(d) Other intangible assets	9	**179.50**	179.50
(e) Other non-financial assets	10	**1,167.17**	983.96
Total Non-financial assets		**5,958.95**	5,656.06
TOTAL ASSETS		**101,972.22**	87,459.45
LIABILITIES AND EQUITY			
LIABILITIES			
Financial liabilities			
(a) Trade payables	11		
(i) total outstanding dues of micro enterprises and small enterprises		-	-
(ii) total outstanding dues of creditors other than micro enterprises and small enterprises		**591.32**	198.91
(b) Debt securities	12	**39,848.72**	30,724.42
(c) Other financial liabilities	13	**729.89**	837.76
Total financial liabilities		**41,169.93**	31,761.09
Non-financial liabilities			
(a) Current tax liabilities (net)		**-**	29.18
(b) Provisions	14	**13.53**	4.11
(c) Other non-financial liabilities	15	**121.44**	494.22
Total non-financial liabilities		**134.97**	527.51
TOTAL LIABILITIES		**41,304.90**	32,288.60
EQUITY			
(a) Equity share capital	16	**946.53**	921.40
(b) Other equity	17	**59,720.79**	54,249.45
TOTAL EQUITY		**60,667.32**	55,170.85
TOTAL LIABILITIES AND EQUITY		**101,972.22**	87,459.45

The accompanying notes are an integral part of the Standalone Financial Statements. 1 to 65

As per our report of even date attached

For Nangia & Co. LLP
Chartered Accountants
ICAI Firm's Registration Number: 002391C/N500069

For and on behalf of the Board of Directors of
Edelweiss Financial Services Limited

Jaspreet Singh Bedi
Partner
Membership No: 601788

Rashesh Shah
Chairman & Managing Director
DIN: 00008322

Shiva Kumar
Independent Director
DIN: 06590343

Ananya Suneja
Chief Financial Officer

Tarun Khurana
Company Secretary
Membership No: 12344

Mumbai, 30 April 2026

Mumbai, 30 April 2026

Edelweiss Financial Services Limited

Standalone Statement of profit and loss for the year ended 31 March 2026

CIN-L99999MH1995PLC094641

(Currency: Indian rupees in millions)

Particulars	Note No.	For the year ended 31 March 2026	For the year ended 31 March 2025
Revenue from operations			
Interest income	18	**3,874.78**	4,140.40
Dividend income		**1,266.44**	413.11
Fee and commission income	19	**373.22**	362.21
Net gain/(loss) on fair value changes	20	**(39.80)**	(1,531.98)
Total revenue from operations		**5,474.64**	3,383.74
Other income	21	**2,835.58**	450.40
Total income		**8,310.22**	3,834.14
Expenses			
Finance costs	22	**3,891.19**	3,441.25
Impairment on financial instruments	23	**(1,611.42)**	7.04
Employee benefits expense	24	**231.40**	341.97
Depreciation and amortisation	9	**1.91**	2.31
Other expenses	25	**967.41**	584.13
Total expenses		**3,480.49**	4,376.70
Profit / (loss) before exceptional item & tax		**4,829.73**	(542.56)
Exceptional Item		**(9.99)**	-
Profit /(loss) before tax		**4,819.74**	(542.56)
Tax expense:	26 & 27		
Current tax		**171.04**	57.14
Deferred tax		**173.46**	(80.62)
Profit/(loss) for the year		**4,475.24**	(519.08)
Other comprehensive income/(loss)			
Items that will not be reclassified to profit or loss			
Re-measurements of the defined benefit plans		**19.93**	(15.95)
Tax relating to items that will not be reclassified to profit or loss		**(5.03)**	4.03
Other comprehensive income/(loss)		**14.90**	(11.92)
Total comprehensive income/(loss)		**4,490.14**	(531.00)
Earnings per share (₹) (Face value ₹ 1 each)	28		
- Basic (₹)		**4.75**	(0.57)
- Diluted (₹)		**4.70**	(0.57)

The accompanying notes are an integral part of the Standalone Financial Statements. 1 to 65

As per our report of even date attached

For Nangia & Co. LLP
Chartered Accountants
ICAI Firm's Registration Number: 002391C/N500069

Jaspreet Singh Bedi
Partner
Membership No: 601788

Mumbai, 30 April 2026

For and on behalf of the Board of Directors of
Edelweiss Financial Services Limited

Rashesh Shah
Chairman & Managing Director
DIN: 00008322

Shiva Kumar
Independent Director
DIN: 06590343

Ananya Suneja
Chief Financial Officer

Tarun Khurana
Company Secretary
Membership No: 12344

Mumbai, 30 April 2026

Edelweiss Financial Services Limited

Standalone Statement of Cash Flows for the year ended 31 March 2026

CIN-L99999MH1995PLC094641

(Currency: Indian rupees in millions)

	Particulars	For the year ended 31 March 2026	For the year ended 31 March 2025
A	**Cash flow from operating activities**		
	Profit / (loss) before tax	**4,819.74**	(542.56)
	Adjustments for:		
	Depreciation and amortisation expenses	**1.91**	2.31
	Fair value change in investments	**50.31**	7.30
	Fair value change in provisions and other financial liabilities	**71.40**	172.90
	(Profit) / loss on sale of investments (net)	**(2,895.50)**	(413.40)
	Impairment / (reversal) on financial instruments	**(1,611.42)**	7.04
	Interest on income tax refund	**(8.87)**	(10.60)
	Dividend on investments	**(1,266.44)**	(413.11)
	(Profit)/loss on sale of property, plant and equipment	**(7.59)**	-
	Interest income	**(3,874.78)**	(4,140.40)
	Expense on employee stock option plans/stock appreciation rights	**81.66**	26.71
	Finance costs	**3,891.19**	3,441.25
	Operating cash flow before working capital changes	**(748.39)**	(1,862.56)
	Adjustments for working capital changes:		
	Decrease /(increase) in trade receivables	**193.80**	(219.20)
	Decrease /(increase) in other financial assets	**39.80**	(83.50)
	Decrease /(increase) in other non-financial assets	**(183.20)**	(23.50)
	(Decrease)/increase in in trade payables	**392.40**	(2,913.70)
	(Decrease)/increase in provisions and other financial liabilities	**(28.80)**	(707.92)
	(Decrease)/increase in other non-financial liabilities	**(372.80)**	445.20
	Cash generated from / (used in) operations	**(707.19)**	(5,365.18)
	Income taxes (net of refund)	**(487.90)**	180.40
	Net cash generated from / (used in) operating activities - A	**(1,195.09)**	(5,184.78)
B	**Cash flow from investing activities**		
	(Purchase)/ sale of property, plant and equipment	**9.10**	(1.40)
	Purchase of other intangibles assets	**-**	(179.50)
	Purchase of investments	**(5,536.20)**	(4,310.82)
	Sale of investments	**3,029.60**	492.47
	Dividend on investments	**1,266.44**	413.10
	Maturity /(investment) in other bank balances[1]	**2.10**	(1.20)
	Loan (given) / Repayment of loans (Refer note 1 below)	**(7,087.40)**	5,484.70
	Interest received	**3,874.78**	4,140.40
	Net cash generated from / (used in) investing activities - B	**(4,441.58)**	6,037.75
C	**Cash flow from financing activities**		
	Proceeds from exercise of stock options (including securities premium)	**10.50**	50.90
	Proceeds from sale of shares held by employee welfare trust	**2,206.30**	2,439.90
	Proceeds from debt securities	**14,538.20**	10,489.39
	Repayment of debt securities	**(4,889.10)**	(8,112.50)
	Proceeds from/(repayment of) borrowings (other than debt securities) (Refer note 1 below)	**-**	(1,597.41)
	Dividend paid	**(1,419.10)**	(1,375.40)
	Finance cost paid	**(4,415.20)**	(3,173.49)
	Net cash generated from / (used in) financing activities - C	**6,031.60**	(1,278.61)
	Net (decrease) / increase in cash and cash equivalents (A+B+C)	**394.93**	(425.64)
	Cash and cash equivalents as at the beginning of the year	**35.39**	461.03
	Cash and cash equivalents as at the end of the year (refer note 4 below)	**430.32**	35.39

[1]Net figures have been reported on account of volume of transactions.

Notes:

1. Cash receipts and payments for transactions with group companies in which the turnover is quick, the amounts are large, and the maturities are short are presented on net basis in accordance with Ind AS 7 Statement of Cash Flows.

2. Cash Flow Statement has been prepared under the indirect method as set out in Ind AS 7 prescribed under the Companies (Indian Accounting Standards) Rules, 2015 under the Companies Act, 2013.

3. Refer note 31 for changes in liabilities arising from financing activities.

Edelweiss Financial Services Limited

Standalone Statement of Cash Flows for the year ended 31 March 2026

CIN-L99999MH1995PLC094641

(Currency: Indian rupees in millions)

4. Components of cash and cash equivalents

Particulars	As at 31 March 2026	As at 31 March 2025
Cash on hand	**0.01**	0.01
Balances with banks		
- current accounts	**430.31**	35.38
Total	**430.32**	35.39

The accompanying notes are an integral part of the Standalone Financial Statements. 1 to 65

As per our report of even date attached.

For Nangia & Co. LLP
Chartered Accountants
ICAI Firm's Registration Number: 002391C/N500069

Jaspreet Singh Bedi
Partner
Membership No: 601788

Mumbai, 30 April 2026

For and on behalf of the Board of Directors of
Edelweiss Financial Services Limited

Rashesh Shah
Chairman & Managing Director
DIN: 00008322

Shiva Kumar
Independent Director
DIN: 06590343

Ananya Suneja
Chief Financial Officer

Tarun Khurana
Company Secretary
Membership No: 12344

Mumbai, 30 April 2026

Edelweiss Financial Services Limited

Standalone Statement of Changes in Equity for the year ended 31 March 2026

CIN-L99999MH1995PLC094641

(Currency : Indian rupees in millions)

A. Equity share capital

Particulars	As at 31 March 2026	As at 31 March 2025
Balance at the beginning of the year	**921.40**	898.89
Changes in Equity Share Capital due to prior period errors	**-**	-
Restated balance at the beginning of the year	**921.40**	898.89
Changes in equity share capital during the year	**25.13**	22.51
Balance at the end of the year	**946.53**	921.40

Refer note 16 for detailed quantitative information including investors holding more than 5% of equity share capital.

B. Other equity

Particulars		Reserves and Surplus					Total
	Share application money pending allotment	Capital Redemption Reserve	Securities Premium	Employee Stock Option Plan (ESOP) reserve/Stock appreciation rights (SAR)	General reserve	Retained earnings	
Balance at 31 March 2024	2.25	2.03	30,736.43	372.06	508.64	22,108.13	53,729.54
Profit/(loss) for the year	-	-	-	-	-	(519.08)	(519.08)
Changes in accounting policy or prior period errors	-	-	-	-	-	-	-
Other comprehensive income/ (loss)	-	-	-	-	-	(11.92)	(11.92)
Total comprehensive income/ (loss) for the year	-	-	-	-	-	(531.00)	(531.00)
Dividends to equity shareholders	-	-	-	-	-	(1,375.40)	(1,375.40)
Transfers on exercise of ESOP & SAR	-	-	105.15	(105.15)	-	-	-
Issue of equity instruments on ESOP & SAR	(52.84)	-	50.80	-	-	-	(2.04)
Share application money received	50.94	-	-	-	-	-	50.94
ESOP & SAR charges transferred to reserves	-	-	-	(1.62)	-	1.62	-
Reversal on account of lapses of ESOP & SAR	-	-	-	(98.46)	-	-	(98.46)
ESOP charge	-	-	-	1.80	-	-	1.80
SAR charge	-	-	-	55.65	-	-	55.65
On account of sale of EFSL shares held by employee welfare trust	-	-	773.41	-	-	1,645.01	2,418.42
Balance at 31 March 2025	**0.35**	**2.03**	**31,665.79**	**224.28**	**508.64**	**21,848.36**	**54,249.45**
Profit/(loss) for the year	-	-	-	-	-	4,475.24	4,475.24
Changes in accounting policy or prior period errors	-	-	-	-	-	-	-
Other comprehensive income/ (loss)	-	-	-	-	-	14.90	14.90
Total comprehensive income/ (loss) for the year	**-**	**-**	**-**	**-**	**-**	**4,490.14**	**4,490.14**
Dividends to equity shareholders	-	-	-	-	-	(1,419.10)	(1,419.10)
Transfers on exercise of ESOP & SAR	-	-	184.15	(184.15)	-	-	-
Issue of equity instruments on ESOP & SAR	(10.89)	-	10.12	-	-	-	(0.77)
Share application money received	10.54	-	-	-	-	-	10.54
Reversal on account of lapses of ESOP & SAR	-	-	-	(11.43)	-	-	(11.43)
SAR charge	-	-	-	220.07	-	-	220.07
On account of sale of EFSL shares held by employee welfare trust	-	-	946.32	-	-	1,235.57	2,181.89
Balance at 31 March 2026	-	**2.03**	**32,806.38**	**248.77**	**508.64**	**26,154.97**	**59,720.79**

Refer note 17 for information on nature of reserves maintained by the Company.

Edelweiss Financial Services Limited

Standalone Statement of Changes in Equity for the year ended 31 March 2026

CIN-L99999MH1995PLC094641

(Currency : Indian rupees in millions)

Notes:

1. Edelweiss Employees Welfare Trust and Edelweiss Employees Incentive and Welfare Trust are extension of Company's financial statements, these trusts are holding NIL (Previous year 2,44,30,780) number of equity shares amounting to ₹ NIL (Previous year ₹ 24.43 million). These are treasury shares and deducted from total outstanding equity shares.

2. Two Employee Welfare Trust(s) hold an aggregate NIL (Previous year 2,44,30,780) equity shares of the Company for incentive and welfare benefits for group employees as per extant applicable SEBI regulations. Pursuant to the exercise of rights available under Regulation 29 of SEBI (Share Based Employee Benefits) Regulations, 2014, the Company has applied, before the expiry date of 27 October 2019, for extension of the time limit for disposing of aforesaid equity shares. The said application is under consideration and approval for extension from SEBI is awaited as at date.

The accompanying notes are an integral part of the Standalone Financial Statements. 1 to 65

As per our report of even date attached

For Nangia & Co. LLP
Chartered Accountants
ICAI Firm's Registration Number: 002391C/N500069

Jaspreet Singh Bedi
Partner
Membership No: 601788

Mumbai, 30 April 2026

For and on behalf of the Board of Directors of
Edelweiss Financial Services Limited

Rashesh Shah
Chairman & Managing Director
DIN: 00008322

Shiva Kumar
Independent Director
DIN: 06590343

Ananya Suneja
Chief Financial Officer

Tarun Khurana
Company Secretary
Membership No: 12344

Mumbai, 30 April 2026

1. Background

Edelweiss Financial Services Limited ('the Company') Public Limited company domiciled in India, and incorporated under the provision of Companies Act, 1956 and is registered with Securities and Exchange Board of India (SEBI) as Category I – Merchant Banker. The Company was incorporated on November 21, 1995 and is the ultimate holding company of Edelweiss group of companies. The Company has its registered office at Edelweiss House, Off C.S.T. Road, Kalina, Mumbai, India.

The Company is principally engaged in providing investment banking services and holding company activities comprising of development, managerial and financial support to the business of Edelweiss group entities.

The financial statements have been approved for issue by the Board of Directors of the Company on 30 April 2026.

MATERIAL ACCOUNTING POLICIES

1.1 Basis of preparation of financial statements

The standalone financial statements have been prepared in accordance with the Indian Accounting Standards ('Ind AS') as per the Companies (Indian Accounting Standards) Rules, 2015, as amended by the Companies (Indian Accounting Standards) Rules, 2016, notified under Section 133 of the Companies Act, 2013 ('the Act'), other relevant provisions of the Act and other accounting principles generally accepted in India.

These standalone financial statements have been prepared on a historical cost basis, except for derivative financial instruments and other financial assets held for trading, which have been measured at fair value. The standalone financial statements are presented in Indian Rupees (INR) and all values are rounded to the nearest million, except when otherwise indicated.

These financial statements are prepared on a going concern basis in accordance with the Ind AS 1. The management is in view that the Company shall be able to continue its business for the foreseeable future and no material uncertainty exists that may cast significant doubt on the going concern assumption.

1.2 Presentation of standalone financial statements

The Company presents its standalone statement of assets and liabilities in order of liquidity in compliance with the Division III of the Schedule III to the Companies Act, 2013. An analysis regarding recovery or settlement within 12 months after the reporting date (current) and more than 12 months after the reporting date (non-current).

The Company generally reports financial assets and financial liabilities on a gross basis in the Balance Sheet. They are offset and reported net only where it has legally enforceable right to offset the recognized amounts and the Company intends to either settle on a net basis or to realise the asset and settle the liability simultaneously as permitted by Ind AS. Similarly, the Company offsets incomes and

expenses and reports the same on a net basis where the netting off reflects the substance of the transaction or other events as permitted by Ind AS.

1.3 Financial Instruments

1.3.1 Date of recognition

Financial assets and financial liabilities, with the exception of borrowings are initially recognised on the trade date, i.e., the date that the Company becomes a party to the contractual provisions of the instrument. This includes regular way trades purchases or sales of financial assets that require delivery of assets within the time frame generally established by regulation or convention in the market place. The Company recognises borrowings when funds reach the Company.

1.3.2 Initial measurement of financial instruments

Financial assets and financial liabilities are initially measured at fair value. Trade receivables are measured at transaction price. 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 of the financial assets or financial liabilities, as appropriate, on initial recognition. Transaction costs directly attributable to the acquisition of financial assets or financial liabilities at fair value through profit or loss are recognised immediately in profit or loss.

1.4 Classification of financial instruments

1.4.1 Financial assets:

The Company classifies all its financial assets based on the business model for managing the assets and the asset's contractual terms, measured at either:

Financial assets carried at amortized cost (AC)
A financial asset is measured at amortised cost if it is held within a business model whose objective is to hold the asset in order 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 on the principal amount outstanding. The changes in carrying value of financial assets are recognised in profit and loss account.

Financial assets at fair value through profit or loss (FVTPL)
A financial asset which is not classified in any of the above categories are measured at FVTPL. The Company measures all financial assets classified as FVTPL at fair value at each reporting date. The changes in fair value of financial assets are recognised in Profit and loss account.

Financial assets at fair value through other comprehensive income (FVOCI)
Financial assets classified as debt instruments at fair value through other comprehensive income (FVOCI) are measured at fair value at each reporting date based on the Company's business model and contractual cash flow characteristics. Fair value changes are recognised in other comprehensive income (OCI) and accumulated in the FVOCI reserve. Interest income is recognised in the statement of profit and loss using the effective interest rate (EIR) method. On derecognition, cumulative gains or losses previously recognised in OCI are reclassified to the statement of profit and loss.

1.4.1.1 Amortized cost and Effective interest method

The effective interest method is a method of calculating the amortised cost of a debt instrument and of allocating interest income over the relevant period.

For financial instruments the effective interest rate is the rate that exactly discounts estimated future cash receipts (including all fees and points paid or received that form an integral part of the effective interest rate, transaction costs and other premiums or discounts) excluding expected credit losses, through the expected life of the debt instrument, or, where appropriate, a shorter period, to the gross carrying amount of the debt instrument on initial recognition.

The amortised cost of a financial asset is the amount at which the financial asset is measured at initial recognition minus the principal repayments, plus the cumulative amortisation using the effective interest method of any difference between that initial amount and the maturity amount, adjusted for any loss allowance. On the other hand, the gross carrying amount of a financial asset is the amortised cost of a financial asset before adjusting for any loss allowance.

1.4.1.2 Financial assets held for trading

The Company classifies financial assets as held for trading when they have been purchased or issued primarily for short-term profit making through trading activities or form part of a portfolio of financial instruments that are managed together, for which there is evidence of a recent pattern of short-term profit is taking. Held-for-trading assets are recorded and measured in the balance sheet at fair value.

1.4.1.3 Investment in equity instruments

The Company measures all equity investments at fair value through profit or loss except, for Investment in subsidiaries, Jointly controlled entity and associates are recognised at cost, subject to impairment if any at the end of each reporting period. Cost of investment represents amount paid for acquisition of the investment.

Cost of investment in jointly controlled entity arising on account of loss of control over erstwhile subsidiary company is determined at cost. If the Company loses control over a subsidiary but retains joint control on the investee company that was held at cost, it continues to apply the cost method for its remaining retained interest in the jointly controlled entity without remeasurement. The difference between the consideration received for loss of control and the proportionate cost of investment in shares disposed of is recognised in statement of profit and loss under 'Other income'.

1.4.2 Financial liabilities

All financial liabilities are measured at amortised cost except for financial guarantees.

1.4.2.1 Debt securities and other borrowed funds

After initial measurement, debt issued, and other borrowed funds are subsequently measured at amortised cost. Amortised cost is calculated by taking into account any discount or premium on issue funds, and costs that are an integral part of the effective interest rate i.e. EIR.

1.4.2.2 Financial assets and Financial liabilities at fair value through profit or loss

Financial assets and financial liabilities in this category are those that are not held for trading and have been either designated by management upon initial recognition or are mandatorily required to be measured at fair value under Ind AS 109. Management only designates an instrument at FVTPL upon initial recognition when one of the following criteria are met. Such designation is determined on an instrument-by-instrument basis:

- The designation eliminates, or significantly reduces, the inconsistent treatment that would otherwise arise from measuring the assets or liabilities or recognising gains or losses on them on a different basis; or
- The liabilities are part of a group of financial liabilities, which are managed, and their performance evaluated on a fair value basis, in accordance with a documented risk management or investment strategy; or
- The liabilities containing one or more embedded derivatives, unless they do not significantly modify the cash flows that would otherwise be required by the contract, or it is clear with little or no analysis when a similar instrument is first considered that separation of the embedded derivative(s) is prohibited.

Financial assets and financial liabilities at FVTPL are recorded in the balance sheet at fair value. Changes in fair value are recorded in profit and loss with the exception of movements in fair value of liabilities designated at FVTPL due to changes in the Company's own credit risk. . Interest earned or incurred on instruments designated at FVTPL is accrued in interest income or finance cost, respectively, using the EIR, taking into account any discount/ premium and qualifying transaction costs being an integral part of instrument. Interest earned on assets mandatorily required to be measured at FVTPL is recorded using effective interest rate.

1.4.2.3 Financial guarantee:

Financial guarantees are contract that requires the Company to make specified payments to reimburse to holder for loss that it incurs because a specified debtor fails to make payment when it is due in accordance with the terms of a debt instrument.

Financial guarantee issued or commitments to provide a loan at below market interest rate are initially measured at fair value and the initial fair value is amortised over the life of the guarantee or the commitment. Subsequently they are measured at higher of this amortised amount and the amount of loss allowance.

1.4.3 Financial liabilities and equity instruments

Financial instruments issued by the Company are classified as either financial liabilities or as equity in accordance with the substance of the contractual arrangements and the definitions of a financial liability and an equity instrument.

An equity instrument is any contract that evidences a residual interest in the assets of an entity after deducting all of its liabilities. Equity instruments issued by the Company entity are recognised at the proceeds received, net of direct issue costs.

Repurchase of the Company's own equity instruments is recognised and deducted directly in equity. No gain or loss is recognised in profit or loss on the purchase, sale, issue, or cancellation of the Company's own equity instruments.

1.5 Reclassification of financial assets and financial liabilities

The Company does not reclassify its financial assets subsequent to their initial recognition, apart from the exceptional circumstances in which the Company acquires, disposes of, or terminates a business line. Financial liabilities are never reclassified.

1.6 Employees welfare trust

The Company is a sponsor to two trusts namely: (i) Edelweiss Employees' Welfare Trust; and (ii) Edelweiss Employees' Incentives and Welfare Trust. These trusts have been formed exclusively to provide benefits to employees of the Company and its subsidiaries and associates. These trusts have been treated as an extension of the Company for the purpose of these financial statements. Accordingly, the equity shares of the Company held by these trusts have been treated as treasury shares. The excess of the cost of such shares over the face value of shares has been reduced from the securities premium account of the Company.

1.7 Derecognition of financial assets and financial liabilities

1.7.1.1 Derecognition of financial assets due to substantial modification of terms and conditions

The Company derecognises a financial asset when the terms and conditions have been renegotiated to the extent that, substantially, it becomes a new financial assets, with the difference recognised as a derecognition gain or loss, to the extent that an impairment loss has not already been recorded.

While assessing whether or not to derecognise a financial assets, the company consider the following factor:

- Change in currency of the loan
- Introduction of an equity feature
- Change in counterparty

If the modification does not result in cash flows that are substantially different, the modification does not result in derecognition. Based on the change in cash flows discounted at the original EIR, the Company records a modification gain or loss, to the extent that an impairment loss has not already been recorded.

1.7.1.2 Derecognition of financial assets (other than due to substantial modification)

A financial asset (or, where applicable, a part of a financial asset or part of a Company of similar financial assets) is derecognised when the rights to receive cash flows from the financial asset have expired. The Company also derecognises the financial asset if it has both transferred the financial asset and the transfer qualifies for derecognition.

The Company has transferred the financial asset if, and only if, either:

- The Company has transferred its contractual rights to receive cash flows from the financial asset; or
- It retains the rights to the cash flows but has assumed an obligation to pay the received cash flows in full without material delay to a third party under a 'pass–through' arrangement.

A transfer only qualifies for derecognition if either:

- The Company has transferred substantially all the risks and rewards of the asset; or
- The Company has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset

The Company considers control to be transferred if and only if, the transferee has the practical ability to sell the asset in its entirety to an unrelated third party and is able to exercise that ability unilaterally and without imposing additional restrictions on the transfer.

1.7.2 Derecognition of financial liabilities

A financial liability is derecognised when the obligation under the liability is discharged, cancelled, or expires.

Where an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as a derecognition of the original financial liability and the recognition of a new financial liability. The difference between the carrying value of the original financial liability and the consideration paid, including modified contractual cash flow recognised as new financial liability, would be recognised in profit or loss.

1.8 Impairment of financial assets

The Company records allowance for expected credit losses for all amortised cost financial assets and financial guarantee contracts, in this section all referred to as 'financial instruments. Equity instruments are not subject to impairment under Ind AS 109.

The Company follows 'simplified approach' for recognition of impairment loss allowance on trade receivables and lease receivables. The application of simplified approach does not require the Company to track changes in credit risk. Rather, it recognises impairment loss allowance based on lifetime ECLs at each reporting date, right from its initial recognition. The Company uses a provision matrix to determine impairment loss allowance on portfolio of its receivables. The provision matrix is based on its historically observed default rates over the expected life of the receivables.

For all other financial instruments, the Company recognises lifetime ECL when there has been a significant increase in credit risk since initial recognition. If, on the other hand, the credit risk on the financial instrument has not increased significantly since initial recognition, the Company measures the loss allowance for that financial instrument at an amount equal to 12-month expected credit losses (12m ECL). The assessment of whether lifetime ECL should be recognised is based on significant increases in the likelihood or risk of a default occurring since initial recognition instead of on evidence of a financial asset being credit-impaired at the reporting date or an actual default occurring.

The measurement of ECL is a function of the probability of default (PD), loss given default (LGD) (i.e. the magnitude of the loss if there is a default) and the exposure at default (EAD). The assessment of the PD and LGD is based on historical data adjusted for forward-looking information. EAD, for financial assets, is represented by the assets' gross carrying amount at the reporting date; for loan commitments and financial guarantee contracts, the EAD includes the amount drawn down as at the reporting date, together with any additional amounts expected to be drawn down in the future by default date determined based on historical trend, the Company's understanding of the specific future financing needs of the borrowers, and other relevant forward-looking information.

For financial assets, the expected credit loss is estimated as the difference between all contractual cash flows that are due to the Company in accordance with the contract and all the cash flows that the Company expects to receive, discounted at the original effective interest rate. The Company recognises an impairment gain or loss in profit or loss for all financial instruments with a corresponding adjustment to their carrying amount through a loss allowance account.

1.9 Write off

Financial assets are written off either partially or in their entirety only when the Company has stopped pursuing the recovery. If the amount to be written off is greater than the accumulated loss allowance, the difference is first treated as an addition to the allowance that is then applied against the gross carrying amount. Any subsequent recoveries are credited to impairment on financial instruments in statement of profit and loss.

1.10 Determination of fair value

The Company measures financial instruments, such as, derivatives at fair value at each balance sheet date. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

- In the principal market for the asset or liability, or
- In the absence of a principal market, in the most advantageous market for the asset or liability

The principal or the most advantageous market must be accessible by the Company.

The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest. A fair value measurement of a non-financial asset takes into account a market participant's ability to generate economic benefits by using the asset in its highest and best use or by selling it to another market participant that would use the asset in its highest and best use. The Company uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximising the use of relevant observable inputs and minimising the use of unobservable inputs. In order to show how fair values have been derived, financial instruments are classified based on a hierarchy of valuation techniques, as summarised below:

- Level 1 financial instruments −Those where the inputs used in the valuation are unadjusted quoted prices from active markets for identical assets or liabilities that the Company has access to at the measurement date. The Company considers markets as active only if there are sufficient trading activities with regards to the volume and liquidity of the identical assets or liabilities and when there are binding and exercisable price quotes available on the balance sheet date.
- Level 2 financial instruments−Those where the inputs that are used for valuation and are significant, are derived from directly or indirectly observable market data available over the entire period of the instrument's life.
- Level 3 financial instruments −Those that include one or more unobservable input that is significant to the measurement as whole. For assets and liabilities that are recognised in the financial statements on a recurring basis, the Company determines whether transfers have occurred between levels in the hierarchy by re-assessing categorization (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period. The Company periodically reviews its valuation techniques including the adopted methodologies and model calibrations.

1.11 Revenue from contract with customer

Revenue is recognized when (or as) the Company satisfies a performance obligation by transferring a promised good or service (i.e. an asset) to a customer. An asset is transferred when (or as) the customer obtains control of that asset. When (or as) a performance obligation is satisfied, the Company recognizes as revenue the amount of the transaction price (excluding estimates of variable consideration) that is allocated to that performance obligation. The Company applies the five-step approach for recognition of revenue:

i. Identification of contract(s) with customers;

ii. Identification of the separate performance obligations in the contract;

iii. Determination of transaction price;

iv. Allocation of transaction price to the separate performance obligations; and

v. Recognition of revenue when (or as) each performance obligation is satisfied

Revenue Recognition for different heads of Income are as under:

(i) Investment banking advisory fees

Advisory fees are recognised on an accrual basis in accordance with agreement entered into with respective investment managers / advisors.

(ii) Interest income

Interest income is recognized using the effective interest rate (EIR) method.

(iii) Dividend income

Dividend income is recognized in the standalone statement of profit or loss on the date that the Company's right to receive payment is established, it is probable that the economic benefits associated with the dividend will flow to the entity and the amount of dividend can be reliably measured. This is generally when the Shareholders approve the dividend.

(iv) Profit or loss on sale of investments

Profit or loss on sale of investments is recognised on trade date basis. Difference between the sale price and average cost of acquisition is recognized as profit or loss on sale of investments.

1.12 Earnings per share

Basic earnings per share is computed by dividing the net profit after tax attributable to the equity shareholders for the year by the weighted average number of equity shares outstanding for the year.

Diluted earnings per share reflect the potential dilution that could occur if securities or other contracts to issue equity shares were exercised or converted during the year. Diluted earnings per share is computed by dividing the net profit after tax attributable to the equity shareholders for the year by weighted average number of equity shares considered for deriving basic earnings per share and weighted average number of equity shares that could have been issued upon conversion of all dilutive potential equity shares.

1.13 Retirement and other employee benefit

Provident fund and national pension scheme

The Company contributes to a recognised provident fund and national pension scheme which is a defined contribution scheme. The contributions are accounted for as expenses, when an employee renders the related service

Gratuity

The Company's gratuity scheme is a defined benefit plan. An independent actuarial valuation is carried out to determines the present value of the obligation under such benefit plan using the Projected Unit Credit Method. Benefits in respect of gratuity are funded with an Insurance company approved by Insurance Regulatory and Development Authority (IRDA). Any deficits in plan assets managed by Insurer as compared to present valuation of obligation, determined by actuary, are recognised as a liability.

Remeasurements, comprising of actuarial gains and losses, the effect of the asset ceiling, excluding amounts included in net interest on the net defined benefit liability and the return on plan assets (excluding amounts included in net interest on the net defined benefit liability), are recognised immediately in the balance sheet with a corresponding debit or credit to retained earnings through OCI in the period in which they occur.

Remeasurements are not reclassified to profit or loss in subsequent periods.

Past service costs are recognised in profit or loss on the earlier of:

- The date of the plan amendment or curtailment, and
- The date that the Company recognises related restructuring costs

Net interest is calculated by applying the discount rate to the net defined benefit liability or asset. The Company recognises the following changes in the net defined benefit obligation as an expense in the consolidated statement of profit and loss:

- Service costs comprising current service costs, past-service costs, gains and losses on curtailments and non-routine settlements; and
- Net interest expense or income

Compensated Absences

The eligible employees of the Company are permitted to carry forward certain number of their annual leave entitlement to subsequent years, subject to a ceiling. The Company recognises the charge in the statement of profit and loss and corresponding liability on such non-vesting accumulated leave entitlement based on a valuation by an independent actuary. The cost of providing annual leave benefits is determined using the projected unit credit method.

The liability is provided based on the number of days of unutilised leave at each balance sheet date based on a valuation by an independent actuary.

1.14 Share-based payment arrangements

Equity-settled share-based payments to employees of the Group and others providing similar services that are granted by the Company are measured by reference to the fair value of the equity instruments at the grant date. These includes Stock Appreciation Rights (SARs) which are equity settled share-based payments In order to arrive at the fair value of the options, the Black-Scholes Option Pricing formula is used.

The fair value determined at the grant date of the equity-settled share-based payments is expensed over the vesting period, based on the Company's estimate of equity instruments that will eventually vest, with a corresponding increase in equity. At the end of each reporting period, the Company revises its estimate of the number of equity instruments expected to vest. The impact of the revision of the original estimates, if any, is recognised in profit or loss such that the cumulative expense reflects the revised estimate, with a corresponding adjustment to the Employee Stock Option Plan Reserve and Stock Appreciation Rights Reserve. In cases where the share options granted vest in tranche over the vesting period, the Company treats each tranche as a separate grant, because each tranche has a different vesting period, and hence the fair value of each tranche differs. These estimates are expected to get settle between the company of eligible employees and the company, they are accounted as receivable/payable.

1.15 Property, plant, and equipment

Property plant and equipment (PPE) is stated at cost excluding the costs of day–to–day servicing, less accumulated depreciation, and accumulated impairment in value. PPE is recognised when it is probable that future economic benefits associated with the item is expected to flow to the Company and the cost of the item can be measured reliably. Changes in the expected useful life are accounted for by changing the depreciation period or methodology, as appropriate, and treated as changes in accounting estimates.

Subsequent costs incurred on an item of property, plant and equipment is recognised in the carrying amount thereof when those costs meet the recognition criteria as mentioned above. Repairs and maintenance are recognised in profit or loss as incurred if recognition criteria are not met.

An item of property, plant and equipment is derecognised upon disposal or when no future economic benefits are expected to arise from the continued use of the asset. Any gain or loss arising on the disposal or retirement of an item of property, plant and equipment is determined as the difference between the sales proceeds and the carrying amount of the asset and is recognised in the statement of profit and loss.

Depreciation is recognised so as to write off the cost of assets (other than freehold land and properties under construction) less their residual values over their useful lives. Depreciation is provided on a written down value basis from the date the asset is ready for its intended use or put to use whichever is earlier. In respect of assets sold, depreciation is provided up to the date of disposal.

As per the requirement of Schedule II of the Companies Act, 2013, the Company has evaluated the useful lives of the respective Property, Plant & Equipment which are as per the provisions of Part C of the Schedule II for calculating the depreciation. The estimated useful lives of the fixed assets are as follows:

Nature of assets	Estimated useful life
Building (other than Factory Building)	60 years
Furniture and fixtures	10 years
Vehicles	8 years
Office equipment	5 years
Computers - servers and networks	6 years
Computers - end user devices, such as desktops, laptops, etc.	3 years

Leasehold improvements are amortised on a straight-line basis over the estimated useful lives of the assets or the period of lease, whichever is shorter.

Amount of those components which have been separately recognised as assets is derecognised at the time of replacement thereof. Any gain or loss arising on the disposal or retirement of an item of property, plant and equipment is determined as the difference between the sales proceeds and the carrying amount of the asset and is recognised in profit or loss.

The residual values, useful lives, and methods of depreciation of property, plant and equipment are reviewed at each financial year end and adjusted prospectively, if appropriate.

1.16 Intangible assets

The intangible assets mainly include the value of computer software and assets management rights. Intangible assets are recognised when it is probable that the future economic benefits that are attributable to the asset will flow to the Company and the cost of the asset can be measured reliably. Intangible assets are recorded at the consideration paid for the acquisition of such assets and are carried at cost less accumulated amortization and impairment, if any. Intangibles such as software are amortised over a period of 3 years based on its estimated useful life. Assets management rights has an indefinite life and tested for impairment, If any.

An intangible asset is derecognised on disposal, or when no future economic benefits are expected from use or disposal. Gains and losses arising from derecognition of an intangible asset, measured as the difference between the net disposal proceeds and the carrying amount of the assets are recognised in the statement of profit and loss when the asset is derecognised.

1.17 Impairment of non-financial assets

The Company assesses at each balance sheet date whether there is any indication that an asset may be impaired based on internal/external factors. If any such indication exists, the Company estimates the recoverable amount of the asset. If such recoverable amount of the asset or the recoverable amount of cash generating unit which the asset belongs to is less than its carrying amount, the

carrying amount is reduced to its recoverable amount. The reduction is treated as an impairment loss and is recognized in the statement of profit and loss. If at the balance sheet date there is an indication that a previously assessed impairment loss no longer exists, the recoverable amount is reassessed and the asset is reflected at the recoverable amount subject to a maximum of the depreciable historical cost.

1.18 Cash and cash equivalents

Cash and cash equivalent in the balance sheet comprise cash at banks and on hand and short-term deposits with an original maturity of three months or less, that are readily convertible to a known amount of cash and subject to an insignificant risk of change in value

1.19 Provisions and other contingent liabilities

Provisions are recognized when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that the Company will be required to settle the obligation, and a reliable estimate can be made of the amount of the obligation. If the effect of the time value of money is material, provisions are determined by discounting the expected future cash flows to net present value using an appropriate pre- tax discount rate that reflects current market assessments of the time value of money and, where appropriate, the risks specific to the liability. A present obligation that arises from past events, where it is either not probable that an outflow of resources will be required to settle or a reliable estimate of the amount cannot be made, is disclosed as a contingent liability. Contingent liabilities are also disclosed when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company. Claims against the Company, where the possibility of any outflow of resources in settlement is remote, are not disclosed as contingent liabilities.

Contingent assets are not recognised in the financial statements since this may result in the recognition of income that may never be realised. However, when the realisation of income is virtually certain, then the related asset is not a contingent asset and is recognized.

1.20 Income tax

Income tax expense represents the sum of the current tax and deferred tax.

1.20.1 Current tax

The tax payable for the reporting period is computed on taxable profit for the year. The current tax is calculated using tax rates and tax laws that have been enacted or substantively enacted by the end of the reporting period. Current income tax assets and liabilities are measured at the amount expected to be recovered from or paid to the taxation authorities.

Current tax assets and liabilities are offset when there is a legally enforceable right to set off current tax assets against current tax liabilities and when they relate to income taxes levied by the same taxation authority and the Company intends to settle its current tax assets and liabilities on a net basis.

1.20.2 Deferred tax

Deferred tax is recognised on temporary differences between the carrying amounts of assets and liabilities in the standalone financial statements and the corresponding tax bases used in the computation of taxable profit. Deferred tax liabilities are generally recognised for all taxable temporary differences. Deferred tax assets are generally recognised for all deductible temporary differences to the extent that it is probable that taxable profits will be available against which those deductible temporary differences can be utilised.

Deferred tax assets are also recognised with respect to carry forward of unused tax losses and unused tax credits to the extent that it is probable that future taxable profit will be available against which the unused tax losses and unused tax credits can be utilised.

It is probable that taxable profit will be available against which a deductible temporary difference, unused tax loss or unused tax credit can be utilised when there are sufficient taxable temporary differences which are expected to reverse in the period of reversal of deductible temporary difference or in periods in which a tax loss can be carried forward or back. When this is not the case, deferred tax asset is recognised to the extent it is probable that:

- the entity will have sufficient taxable profit in the same period as reversal of deductible temporary difference or periods in which a tax loss can be carried forward or back; or
- tax planning opportunities are available that will create taxable profit in appropriate periods.

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

When the deferred tax asset relating to the deductible temporary difference arises from the initial recognition of an asset or liability in a transaction that is not a business combination and, at the time of the transaction, affects neither the accounting profit nor taxable profit or loss.

Deferred tax liabilities and assets are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realised, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period.

The measurement of deferred tax liabilities and assets reflects the tax consequences that would follow from the manner in which the Company expects, at the end of the reporting period, to recover or settle the carrying amount of its assets and liabilities.

1.20.3 Current and deferred tax for the year

Current and deferred tax are recognised in profit or 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.

1.21 Critical accounting judgements and key sources of estimation uncertainty

In the application of the Company's accounting policies, which are described above, the management is required to make judgements, estimates and assumptions about the carrying amounts of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

1.21.1 Critical judgement in applying accounting policies

The following are the critical judgements, apart from those involving estimations, that the management has made in the process of applying the Company's accounting policies and that have the most significant effect on the amounts recognised in the standalone financial statements

1.21.1.1 Business model assessment

Classification and measurement of financial assets depends on the results of the solely payments for principal and interest (SPPI) and the business model test. The Company determines the business model at a level that reflects how Group of financial assets are managed together to achieve a particular business objective. This assessment includes judgement reflecting all relevant evidence including how the performance of the assets is evaluated and their performance is measured, the risks that affect the performance of the assets and how these are managed and how the managers of the assets are compensated. The Company monitors financial assets measured at amortised cost that are derecognised prior to their maturity to understand the quantum, the reason for their disposal and whether the reasons are consistent with the objective of the business for which the asset was held. Company’s continuously monitors of whether the business model for which the remaining financial assets are held continues to be appropriate and if it is not appropriate whether there has been a change in business model and so a prospective change to the classification of those assets is required.

1.21.2 Key sources of estimation uncertainty

The Company based its assumptions and estimates on parameters available when these financial statements were prepared. Existing circumstances and assumptions about future developments, however, may change due to market changes or circumstances arising that are beyond the control of the Company. Such changes are reflected in the assumptions when they occur.

Following are the key assumptions concerning the future, and other key sources of estimation uncertainty at the end of the reporting period that may have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year.

1.21.2.1 Fair value of financial instruments

The fair value of financial instruments is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction in the principal (or most advantageous) market at the measurement date under current market conditions (i.e., an exit price) regardless of whether that price is directly observable or estimated using another valuation technique. When the fair values of financial assets and financial liabilities recorded in the balance sheet cannot be derived from active markets, they are determined using a variety of valuation techniques that include the use of valuation models. The inputs to these models are taken from observable markets where possible, but where this is not feasible, estimation is required in establishing fair values. Judgements and estimates include considerations of liquidity and model inputs related to items such as credit risk (both own and counterparty), funding value adjustments, correlation, and volatility.

1.21.2.2 Impairment of financial assets

The measurement of impairment losses across all categories of financial assets requires judgement, in particular, the estimation of the amount and timing of future cash flows and collateral values when determining impairment losses and the assessment of a significant increase in credit risk. These estimates are driven by a number of factors, changes in which can result in different levels of allowances.

It is Company's policy to regularly review its models in the context of actual loss experience and adjust when necessary.

1.21.2.3 Effective interest rate method

The EIR methodology recognises interest income / expense using a rate of return that represents the best estimate of a constant rate of return over the expected behavioral life of loans given / taken and recognises the effect of characteristics of the product life cycle.

This estimation, by nature, requires an element of judgement regarding the expected behaviour and life-cycle of the instruments, as well expected changes fee income/expense that are integral parts of the instrument.

1.21.2.4 Accounting for deferred taxes

Deferred tax assets are recognised for unused tax losses to the extent that it is probable that taxable profit will be available against which the losses can be utilised. Significant management judgement is required to determine the amount of deferred tax assets that can be recognised, based upon the likely timing and the level of future taxable profits together with future tax planning strategies.

1.21.2.5 Assets liability management

Management has made an assessment of its ability to continue and is satisfied that it has the resources to continue in business for the foreseeable future

1.22 Adoption Of New And Revised Standards

a. New and amended Ind ASs that are effective for the current year

Below are list of new standards and amendments that are effective for the first time for periods commencing on or after 01 April 2025 (i.e. year ended 31 March 2026).

Ministry of Corporate Affairs ("MCA") notifies new standards or amendments to the existing standards under Companies (Indian Accounting Standards) Rules as issued from time to time. In May 2025, MCA notified amendments to Ind AS 21 - The Effects of Changes in Foreign Exchange Rates, applicable w.e.f. 01 April 2025. The Company has reviewed the amendment and based on its evaluation has determined that it does not have any significant impact in its financial statements.

In August 2025, MCA notified the following amendments to:

- Ind AS 1, Presentation of Financial Statements, applicable w.e.f. April 1, 2025 – The amendment relates to classification of liabilities as current or non-current and non-current liabilities with covenants. In the context of classifying a liability as current, it removes the requirement of existence of a right to defer settlement for at least 12 months after the reporting date and instead requires that the said right should exist on the reporting date and have substance. The amendment also introduces guidance on classification of liabilities with covenants. The Company has no impact of these amendments in its classification criteria of current and non-current liabilities.

- Ind AS 7, Statement of Cash Flows and Ind AS 107, Financial Instruments: Disclosures, applicable w.e.f. April 1, 2025 – The amendment in Ind AS 7 requires to inform users of financial statements of the existence of supplier finance arrangements and explain the nature of the arrangements, the carrying amount of liabilities and the range of payment due dates. Ind AS 107 has been amended to add supplier finance arrangements as a factor that may cause concentration of liquidity risk. The Company has reviewed the amendment and based on its evaluation has determined that it does not have any significant impact in its financial statements.

- Ind AS 12, International Tax Reform – Pillar Two Model Rules applicable immediately - The amendments provide a temporary mandatory relief from deferred tax accounting for top-up tax and disclose that they have applied the relief. This relief is immediate and applies retrospectively. The Company has reviewed the amendment and based on its evaluation has determined that it does not have any significant impact in its special purpose financial statements.

Ind AS 21, The Effects of Changes in Foreign Exchange Rates: The amendments provide guidance on determining exchangeability between currencies and estimating spot rates when a currency is not exchangeable.

b. New and amended Ind AS in issue but not yet effective

There are no new accounting standards/amendments that are issued, but not yet effective, upto the date of issuance of the Company's standalone financial statements.

2. Cash and cash equivalents

Particulars	As at 31 March 2026	As at 31 March 2025
Cash on hand	**0.01**	0.01
Balances with banks		
-in Current accounts	**430.31**	35.38
Total	**430.32**	**35.39**

3. Bank balance other than cash and cash equivalents

Particulars	As at 31 March 2026	As at 31 March 2025
Fixed deposits with banks (including interest accured)	**1.54**	1.45
Earmarked balance with bank (unclaimed dividends)	**7.04**	9.25
Total	**8.58**	**10.70**

4. Trade Receivables

Particulars	As at 31 March 2026	As at 31 March 2025
Receivables considered good -unsecured		
-Related parties	**182.04**	368.44
-Other than related parties	**4.60**	14.74
Receivables - credit impaired	**7.04**	9.60
Gross Receivables	**193.68**	**392.78**
Less: Allowance for expected credit losses	**(0.82)**	(16.22)
Less: Allowance for credit impaired	**(7.04)**	(9.60)
Allowance for expected credit losses (ECL)	**(7.86)**	**(25.82)**
Total	**185.82**	**366.96**

4.1 Trade Receivable Ageing Schedule

As at 31 March 2026	Outstanding for following periods from due date of payment					
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	**186.64**	-	-	-	-	**186.64**
(ii) Undisputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-
(iii) Undisputed Trade Receivables – credit impaired	-	-	**0.10**	**6.83**	**0.11**	**7.04**
(iv) Disputed Trade Receivables–considered good	-	-	-	-	-	-
(v) Disputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-
(vi) Disputed Trade Receivables – credit impaired	-	-	-	-	-	-
Gross receivables (A)	**186.64**	-	**0.10**	**6.83**	**0.11**	**193.68**
(i) Undisputed Trade receivables – considered good	**(0.82)**	-	-	-	-	**(0.82)**
(ii) Undisputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-
(iii) Undisputed Trade Receivables – credit impaired	-	-	**(0.10)**	**(6.83)**	**(0.11)**	**(7.04)**
(iv) Disputed Trade Receivables–considered good	-	-	-	-	-	-
(v) Disputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-
(vi) Disputed Trade Receivables – credit impaired	-	-	-	-	-	-
Total ECL Provision on receivables (B)	**(0.82)**	-	**(0.10)**	**(6.83)**	**(0.11)**	**(7.86)**
Total receivables net of provision = (A)-(B)	**185.82**	-	-	-	-	**185.82**

4.1 Trade Receivable Ageing Schedule (Continued)

As at 31 March 2025	Outstanding for following periods from due date of payment					
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	376.47	-	6.66	0.05	-	383.18
(ii) Undisputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-
(iii) Undisputed Trade Receivables – credit impaired	-	-	5.52	0.06	4.02	9.60
(iv) Disputed Trade Receivables – considered good	-	-	-	-	-	-
(v) Disputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-
(vi) Disputed Trade Receivables – credit impaired	-	-	-	-	-	-
Gross receivables (A)	**376.47**	**-**	**12.18**	**0.11**	**4.02**	**392.78**
(i) Undisputed Trade receivables – considered good	(9.51)	-	(6.66)	(0.05)	-	(16.22)
(ii) Undisputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-
(iii) Undisputed Trade Receivables – credit impaired	-	-	(5.52)	(0.06)	(4.02)	(9.60)
(iv) Disputed Trade Receivables– considered good	-	-	-	-	-	-
(v) Disputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-
(vi) Disputed Trade Receivables – credit impaired	-	-	-	-	-	-
Total ECL Provision on receivables (B)	**(9.51)**	**-**	**(12.18)**	**(0.11)**	**(4.02)**	**(25.82)**
Total receivables net of provision = (A)-(B)	**366.96**	**-**	**-**	**-**	**-**	**366.96**

4.2 Reconciliation of impairment allowance on trade receivables:

Particulars	Amount
Impairment allowance measured as per simplified approach	
Impairment allowance as on 01 April 2024	19.12
Net increase/(decrease) during the year	6.70
Impairment allowance as on 31 March 2025	**25.82**
Net increase/(decrease) during the year	(33.68)
Impairment allowance as on 31 March 2026	**(7.86)**

Notes:

1) No trade receivables are due from directors or other officers of the company either severally or jointly with any other person.
2) No trade receivables are due from firms or private companies in which directors is partner, a director or a member.
3) There are no unbilled trade receivables as at 31 March 2026 and 31 March 2025.
4) Trade Receivables are generally on term of 0 to 90 days.

5. Loans

Particulars	As at 31 March 2026	As at 31 March 2025
Loans (at amortised cost)		
Related parties (refer note 34)	**37,989.71**	30,902.30
Total Gross (A)	**37,989.71**	**30,902.30**
Less: Impairment loss allowance	**(12.07)**	(10.99)
Total (Net) (A)	**37,977.64**	**30,891.31**
Unsecured	**37,989.71**	30,902.30
Total Gross (B)	**37,989.71**	30,902.30
Less: Impairment loss allowance	**(12.07)**	(10.99)
Total (Net) (B)	**37,977.64**	**30,891.31**
Loans in India		
Public sector	-	-
Others	**37,989.71**	30,902.30
Total Gross (C)	**37,989.71**	30,902.30
Less: Impairment loss allowance	**(12.07)**	(10.99)
Total (Net) (C) (I)	**37,977.64**	**30,891.31**
Loans outside India	-	-
Less: Impairment loss allowance	-	-
Total (Net) (C) (II)	-	-
Total (C) (I) and (C) (II)	**37,977.64**	**30,891.31**

These loans are considered to have low credit risk based on credit evaluation undertaken by the Company. There is no history of any defaults on these loans. Since the counter-parties are subsidiaries of the Company, the Company regularly monitors to ensure that these entities have enough liquidity which safeguards the interest of investors and lenders. Accordingly, there is very minimal Expected credit loss allowance on the aforesaid loans.

Loans due from the directors amounts to ₹ Nil (Previous year ₹ Nil)

Loans given to subsidiaries are pledged against debt securities is amounting to ₹ 32,405.53 million (Previous year ₹ 29,197.44 million).

5. Loans (Continued)

5.1 Credit Quality

The table below shows the credit quality and the maximum exposure to credit risk based on the Company's internal grading and year-end stage classification. The amounts presented are gross of impairment allowances.

Loans at amortised cost

Particulars	31 March 2026				31 March 2025			
	Stage I	Stage II	Stage III	Total	Stage I	Stage II	Stage III	Total
Performing								
High grade	**37,989.71**	-	-	**37,989.71**	30,902.30	-	-	30,902.30
Standard grade	-	-	-	-	-	-	-	-
Non-performing								
Impaired	-	-	-	-	-	-	-	-
Total	**37,989.71**	-	-	**37,989.71**	**30,902.30**	-	-	**30,902.30**

5.2 Gross carrying amount and corresponding ECL reconciliation - Loans

Particulars	Non-credit impaired		Credit impaired				Total	
	Stage I		Stage II		Stage III			
	Gross carrying amount	Allowance for ECL	Gross carrying amount	Allowance for ECL	Gross carrying amount	Allowance for ECL	Gross carrying amount	Allowance for ECL
Balance at 31 March 2024	36,386.96	4.57	-	-	-	-	36,386.96	4.57
Net new and further lending/(repayments)	(5,484.66)	(0.63)	-	-	-	-	(5,484.66)	(0.63)
Re-measurement of ECL	-	7.05	-	-	-	-	-	7.05
Balance at 31 March 2025	**30,902.30**	**10.99**	-	-	-	-	**30,902.30**	**10.99**
Net new and further lending/(repayments)	**7,087.41**	**1.08**	-	-	-	-	**7,087.41**	**1.08**
Balance at 31 March 2026	**37,989.71**	**12.07**	-	-	-	-	**37,989.71**	**12.07**

6. Investments

As at 31 March 2026	At Fair Value through profit and loss	At cost (subsidiaries and jointly controlled entities)	Total
Equity Instruments	**5.96**	**56,412.88**	**56,418.84**
Mutual Fund	**450.30**	**-**	**450.30**
AIF Fund	**393.50**	**-**	**393.50**
Total	**849.76**	**56,412.88**	**57,262.64**
Investments in India	**849.76**	**56,412.88**	**57,262.64**
Investments outside India	**-**	**-**	**-**
Total	**849.76**	**56,412.88**	**57,262.64**
Less - Impairment Loss allowance	**-**	**-**	**-**
Total	**849.76**	**56,412.88**	**57,262.64**
Aggregate amount of quoted investments			**849.76**
Aggregate market value of quoted investments			**849.76**
Aggregate amount of unquoted investments (Net)			**56,412.88**

As at 31 March 2025	At Fair Value through profit and loss	At cost (subsidiaries and jointly controlled entities)	Total
Equity Instruments	5.81	41,981.21	41,987.02
Debt securities	-	8,000.01	8,000.01
Preference Shares	-	1,650.00	1,650.00
Mutual Fund	29.59	-	29.59
AIF Fund	244.26	-	244.26
Total	**279.66**	**51,631.22**	**51,910.88**
Investments in India	279.66	51,631.22	51,910.88
Investments outside India	-	-	-
Total	**279.66**	**51,631.22**	**51,910.88**
Less - Impairment Loss allowance	-	(1,599.95)	(1,599.95)
Total	**279.66**	**50,031.27**	**50,310.93**
Aggregate amount of quoted investments			279.66
Aggregate market value of quoted investments			279.66
Aggregate amount of unquoted investments (Net)			50,031.27

Notes:

1) Investments in equity shares and mutual fund are pledged against Debt securities issued by the company is amounting to ₹ 1,545.54 million (previous year ₹ Nil).

2) Investment in equity shares of subsidiary is pledged against Debt securities issued by another subsidiary amounting to ₹ 6,805.85 million (previous year ₹ 2,897.56 million).

3) Impairment on investment has been assessed based on business projection approved by Board of directors of respective subsidiaries. Impairment is recognised, based on management assessment, if the recoverable value is less than carrying amount.

4) During the year Company had reversed ₹ 1,599.95 million impairment on its subsidiary investment following receipt of its broking license and reassessment of its recoverable value in the business.

7. Other financial assets

Particulars	As at 31 March 2026	As at 31 March 2025
Deposits	**5.28**	2.78
Corporate guarantee fees receivable	**97.24**	155.74
Other receivables	**45.75**	29.58
Total	**148.27**	**188.10**

8. Deferred tax assets (net)

Particulars	As at 31 March 2026	As at 31 March 2025
Deferred tax assets		
Trade Receivables and loans		
Provision for expected credit losses	**10.71**	9.26
Property, Plant and Equipment and Intangible assets		
On property plant and equipment	**0.68**	0.94
Unutilised tax losses		
Unutilised tax losses	**4,006.79**	4,065.98
Employee benefit obligations		
Disallowances under section 43B of the Income Tax Act, 1961	**-**	5.05
Investments		
Fair value loss on investment	**12.66**	1.27
Others		
Provision on risk and reward undertaking	**138.03**	119.70
Total Deferred Tax Asset(A)	**4,168.87**	**4,202.20**
Deferred tax liabilities		
Effective interest rate on Borrowing	**(458.16)**	(314.64)
Employee benefit obligations	**(1.62)**	-
Total Deferred Tax Liability (B)	**(459.78)**	**(314.64)**
Deferred tax assets (net) (A-B)	**3,709.09**	**3,887.56**

9. Property, plant and equipment and intangibles

Particulars	Gross Block				Depreciation and amortisation				Net Block
	As at 01 April 2025	Additions during the year	Deductions during the year	As at 31 March 2026	As at 01 April 2025	Charge for the year	Deductions during the year	As at 31 March 2026	As at 31 March 2026
a) Property, Plant and Equipments									
Freehold Building	**1.75**	**-**	**1.75**	**-**	**0.59**	**0.04**	**0.63**	**-**	**-**
Furniture and Fixtures	**0.23**	**-**	**0.11**	**0.12**	**0.15**	**0.01**	**0.09**	**0.07**	**0.05**
Vehicles	**6.20**	**-**	**6.20**	**-**	**3.71**	**0.37**	**4.08**	**-**	**-**
Office equipment	**1.81**	**0.07**	**0.34**	**1.54**	**1.36**	**0.13**	**0.33**	**1.16**	**0.38**
Computers	**7.90**	**1.95**	**6.89**	**2.96**	**5.97**	**1.36**	**6.66**	**0.67**	**2.29**
Total (A)	**17.89**	**2.02**	**15.29**	**4.62**	**11.78**	**1.91**	**11.79**	**1.90**	**2.72**
b) Intangibles									
Software	**77.34**	**-**	**-**	**77.34**	**77.34**	**-**	**-**	**77.34**	**-**
Asset management rights	**179.50**	**-**	**-**	**179.50**	**-**	**-**	**-**	**-**	**179.50**
Total (B)	**256.84**	**-**	**-**	**256.84**	**77.34**	**-**	**-**	**77.34**	**179.50**
Total (A+B)	**274.73**	**2.02**	**15.29**	**261.46**	**89.12**	**1.91**	**11.79**	**79.24**	**182.22**

Particulars	Gross Block				Depreciation and amortisation				Net Block
	As at 01 April 2024	Additions during the year	Deductions during the year	As at 31 March 2025	As at 01 April 2024	Charge for the year	Deductions during the year	As at 31 March 2025	As at 31 March 2025
a) Property, Plant and Equipments									
Freehold Building	1.75	-	-	1.75	0.53	0.06	-	0.59	1.16
Furniture and Fixtures	0.23	-	-	0.23	0.13	0.02	-	0.15	0.08
Vehicles	6.20	-	-	6.20	2.55	1.16	-	3.71	2.49
Office equipment	1.70	0.18	0.07	1.81	1.29	0.14	0.07	1.36	0.45
Computers	7.21	1.31	0.62	7.90	5.63	0.93	0.59	5.97	1.93
Total (A)	**17.09**	**1.49**	**0.69**	**17.89**	**10.13**	**2.31**	**0.66**	**11.78**	**6.11**
b) Intangibles									
Software	77.34	-	-	77.34	77.34	-	-	77.34	-
Asset management rights	-	179.50	-	179.50	-	-	-	-	179.50
Total (B)	**77.34**	**179.50**	**-**	**256.84**	**77.34**	**-**	**-**	**77.34**	**179.50**
Total (A+B)	**94.43**	**180.99**	**0.69**	**274.73**	**87.47**	**2.31**	**0.66**	**89.12**	**185.61**

The Company has not revalued its property, plant, and equipment during the year ended 31 March 2026 or in any of the preceding years.

10. Other non-financial assets

Particulars	As at 31 March 2026	As at 31 March 2025
Input tax credit	**1,051.83**	807.26
Prepaid expenses	**28.77**	13.13
Other advances	**37.83**	133.59
Contribution to gratuity fund (net) (Refer note 30)	**48.74**	29.98
Total	**1,167.17**	**983.96**

11. Trade payables

Particulars	As at 31 March 2026	As at 31 March 2025
Total outstanding dues of micro enterprises and small enterprises (MSME)	**-**	-
Total outstanding dues of creditors other than micro enterprises and small enterprises		
-Trade payables to related parties	**58.28**	136.44
-Trade payables to non-related parties	**533.04**	62.47
Total	**591.32**	**198.91**

11.1 Trade payables ageing schedule

As at 31 March 2026	Outstanding for following periods from due date of payment				
Particulars	**Less than 1 year**	**1-2 years**	**2-3 years**	**More than 3 years**	**Total**
(i) Total outstanding dues of micro enterprises and small enterprises	**-**	**-**	**-**	**-**	**-**
(ii) Total outstanding dues of creditors other than micro enterprises and small enterprises	**591.32**	**-**	**-**	**-**	**591.32**
(iii)Disputed dues of micro enterprises and small enterprises	**-**	**-**	**-**	**-**	**-**
(iv)Disputed dues of creditors other than micro enterprises and small enterprises	**-**	**-**	**-**	**-**	**-**
Total	**591.32**	**-**	**-**	**-**	**591.32**

As at 31 March 2025	Outstanding for following periods from due date of payment				
Particulars	**Less than 1 year**	**1-2 years**	**2-3 years**	**More than 3 years**	**Total**
(i) Total outstanding dues of micro enterprises and small enterprises	-	-	-	-	-
(ii) Total outstanding dues of creditors other than micro enterprises and small enterprises	198.69	0.07	0.15	-	198.91
(iii)Disputed dues of micro enterprises and small enterprises	-	-	-	-	-
(iv)Disputed dues of creditors other than micro enterprises and small enterprises	-	-	-	-	-
Total	**198.69**	**0.07**	**0.15**	**-**	**198.91**

There are no ''unbilled'' trade payable as at 31 March 2026 and 31 March 2025

Particulars	As at 31 March 2026	As at 31 March 2025
i) Principal amount due to suppliers registered under the MSMED Act and remaining unpaid as at year end	**-**	-
ii) Interest due to suppliers registered under the MSMED Act and remaining unpaid as at year end	**-**	-
iii) Principal amounts paid to suppliers registered under the MSMED Act, beyond the appointed day during the year	**-**	-
iv) Interest paid other than under section 16 of MSMED Act, to suppliers registered under the MSMED Act, beyond the appointed day during the year	**-**	-
v) Interest paid under section 16 of MSMED Act, to suppliers registered under the MSMED Act, beyond the appointed day during the year	**-**	-
vi) Interest due and payable towards suppliers registered under MSMED Act, for payments already made	**-**	-
vii) the amount of interest accured and remaining unpaid at the end of financial year towards suppliers registered under MSMED Act	**-**	-
viii) Further interest remaining due and payable for earlier years	**-**	-

11.2 Trade Payables includes ₹ Nil (Previous Year ₹ Nil) payable to “Suppliers” registered under the Micro, Small and Medium Enterprises Development Act, 2006 (MSMED Act). Interest paid by the Company during the year to “Suppliers” registered under this Act is ₹ Nil (Previous year: ₹ Nil). The aforementioned is based on the responses received by the Company to its inquiries with suppliers with regard to applicability under the said Act.

12. Debt securities

Particulars	As at 31 March 2026	As at 31 March 2025
Secured Debt (At amortised cost)		
Non-Convertible Debentures (refer Note below)	**39,329.39**	30,724.42
Commercial paper (at amortised cost)	**519.33**	-
Total	**39,848.72**	**30,724.42**
(i) Debt securities issued in India	**39,848.72**	30,724.42
(ii) Debt securities issued outside India	**-**	-
Total	**39,848.72**	**30,724.42**

Note :
1) For secured debt, the Company has provided collateral in the nature of exclusive and Pari Passu charge of Loans, receivables and investments. The Company has also provided collaterals in the form of securities investments held by its subsidiaries.
2) Includes unamortised Effective Interest Rate (EIR) cost of ₹ 1,820.27 million (previous year ₹ 1,250.08 million)

12.1 Terms of repayment of non-convertible debentures (NCDs) - as at 31 March 2026

Maturities	<1 years	1-3 years	> 3 years	Total
Rate of Interest				
8.00 - 8.99%	**-**	**807.99**	**-**	**807.99**
9.00 - 9.99%	**9,093.22**	**11,910.59**	**6,138.58**	**27,142.39**
10.00-10.99%	**-**	**3,373.89**	**7,517.37**	**10,891.26**
11.00 - 11.99%	**-**	**-**	**411.23**	**411.23**
Various (benchmark linked)	**-**	**1,000.00**	**-**	**1,000.00**
Accrued Interest and EIR	**-**	**-**	**-**	**(404.15)**
Total	**9,093.22**	**17,092.47**	**14,067.18**	**39,848.72**

Terms of repayment of non-convertible debentures (NCDs) - as at 31 March 2025

Maturities	<1 years	1-3 years	> 3 years	Total
Rate of Interest				
8.00 - 8.99%	1,429.61	-	-	1,429.61
9.00 - 9.99%	2,899.50	12,746.42	4,292.88	19,938.80
10.00-10.99%	-	2,100.60	6,272.55	8,373.15
11.00 - 11.99%	-	-	302.94	302.94
Various (benchmark linked)	-	560.00	-	560.00
Accrued Interest and EIR	-	-	-	119.92
Total	**4,329.11**	**15,407.02**	**10,868.37**	**30,724.42**

The issue proceeds of Non-Convertible Debentures (NCDs) issued by the Company are being utilized as per the objects stated in the offer document. Further, there have been no deviations in the use of proceeds of issue of NCDs from the objects stated in the offer document.

All secured & redeemable debt securities issued by the Company and outstanding as on reporting date are fully secured by first charge / pari passu charge, as the case may be, on present & future receivables, book debts, loans and other financial & non- financial assets. Accordingly, the Company is maintaining asset cover of 1x or such higher asset cover required as per the terms of Offer document/ Debenture Trust Deed/ Information Memorandum.

13. Other financial liabilities

Particulars	As at 31 March 2026	As at 31 March 2025
Accrued salaries and benefits	**72.72**	173.81
Unclaimed dividends	**7.04**	9.25
Risk and Reward undertaking	**548.39**	477.01
Financial guarantee obligation	**97.24**	155.74
Other payables	**4.50**	21.95
Total	**729.89**	**837.76**

14. Provisions

Particulars	As at 31 March 2026	As at 31 March 2025
Provision for employee benefits and related costs		
Compensated absences -Refer Note No 30(C)	**13.53**	4.11
Total	**13.53**	**4.11**

15. Other non-financial liabilities

Particulars	As at 31 March 2026	As at 31 March 2025
Statutory dues*	**62.34**	20.15
Others	**0.42**	0.42
Income received in advance -Corporate guarantee fees	**58.68**	473.65
Total	**121.44**	**494.22**

* includes withholding taxes and other statutory dues payable.

16. Equity share capital

Particulars	As at 31 March 2026		As at 31 March 2025	
	No. of shares	Amount	No. of shares	Amount
Authorised :				
Equity Shares of ₹ 1 each	**1,230,000,000**	**1,230.00**	1,230,000,000	1,230.00
Preference shares of ₹ 5 each	**4,000,000**	**20.00**	4,000,000	20.00
Total	**1,234,000,000**	**1,250.00**	**1,234,000,000**	**1,250.00**
Issued, Subscribed and Fully Paid up:				
Equity Shares of ₹ 1 each	**946,531,653**	**946.53**	945,831,726	945.83
Less: Shares held by Edelweiss Employees Incentives and Welfare Trust (Refer note 1)	-	-	(7,301,510)	(7.30)
Less: Shares held by Edelweiss Employees Welfare Trust (Refer note 1)	-	-	(17,129,270)	(17.13)
Total	**946,531,653**	**946.53**	**921,400,946**	**921.40**

A. Reconciliation of number of equity shares
(Before deducting treasury shares)

Particulars	As at 31 March 2026		As at 31 March 2025	
	No. of shares	Amount	No. of shares	Amount
Outstanding at the beginning of the year	**945,831,726**	**945.83**	**943,785,026**	**943.79**
Shares issued during the year:				
Employee Stock Options Plans (ESOPs) & Stock appreciation rights (SARs)	**699,927**	**0.70**	**2,046,700**	**2.04**
Outstanding at the end of the year	**946,531,653**	**946.53**	**945,831,726**	**945.83**

Note :
1.Edelweiss Employees' Welfare Trust and Edelweiss Employees' Incentive and Welfare Trust are extension of Company's financial statements. These trusts are holding Nil (Previous year ₹ 2,44,30,780) number of equity shares amounting to ₹ Nil (Previous year ₹ 24.43 million). These are deducted from total outstanding equity shares.

B. Terms/rights attached to equity shares :

The Company has only one class of equity shares having a par value of ₹ 1 per share. Each holder of equity shares is entitled to one vote per share.

In the event of liquidation of the Company, the equity shareholders will be entitled to receive the remaining assets of the Company, after distribution of all preferential amounts, if any, in proportion to the number of equity shares held by the shareholders.

16. Equity share capital (continued)

C. Details of shares held by promoter, promoter entities and their relatives in the Company

As at 31 March 2026

Particulars	No. of shares at the beginning of the year	Change during the year	No. of shares at the end of the year	% of total shares	% Change during the year
Rashesh Chandrakant Shah	**145,601,730**	**11,018,865**	**156,620,595**	**16.55%**	**1.16%**
Venkatchalam Ramaswamy	**59,576,560**	**(15,060,531)**	**44,516,029**	**4.70%**	**(1.60)%**
Mabella Trustee Services Private Limited (on behalf of M/s. Shah Family Discretionary Trust)	**38,750,000**	**-**	**38,750,000**	**4.09%**	**(0.01)%**
Vidya Rashesh Shah	**35,266,200**	**31,157**	**35,297,357**	**3.73%**	**-**
Aparna T Chandrashekar	**12,210,000**	**11,790,000**	**24,000,000**	**2.54%**	**1.25%**
Kaavya Venkat Arakoni	**11,790,000**	**(11,790,000)**	**-**	**-**	**(1.25)%**
Spire Investment Advisors LLP	**3,200,000**	**-**	**3,200,000**	**0.34%**	**-**
Sneha Sripad Desai	**1,025,000**	**-**	**1,025,000**	**0.11%**	**-**
Shilpa Urvish Mody	**950,000**	**-**	**950,000**	**0.10%**	**-**
Sejal Premal Parekh	**950,000**	**-**	**950,000**	**0.10%**	**-**
Arakoni Venkatachalam Ramaswamy	**50,000**	**(50,000)**	**-**	**-**	**(0.01)%**
Total	**309,369,490**	**(4,060,509)**	**305,308,981**	**32.26%**	**0.46%**

As at 31 March 2025

Particulars	No. of shares at the beginning of the year	Change during the year	No. of shares at the end of the year	% of total shares	% Change during the year
Rashesh Chandrakant Shah	145,601,730	-	145,601,730	15.39%	(0.04)%
Venkatchalam Ramaswamy	59,576,560	-	59,576,560	6.30%	(0.01)%
Mabella Trustee Services Private Limited (on behalf of M/s. Shah Family Discretionary Trust)	38,750,000	-	38,750,000	4.10%	(0.01)%
Vidya Rashesh Shah	31,066,200	4,200,000	35,266,200	3.73%	0.44%
Aparna T Chandrashekar	12,210,000	-	12,210,000	1.29%	-
Kaavya Venkat Arakoni	11,790,000	-	11,790,000	1.25%	-
Spire Investment Advisors LLP	3,200,000	-	3,200,000	0.34%	-
Sneha Sripad Desai	1,025,000	-	1,025,000	0.11%	-
Shilpa Urvish Mody	950,000	-	950,000	0.10%	-
Sejal Premal Parekh	950,000	-	950,000	0.10%	-
Arakoni Venkatachalam Ramaswamy	50,000	-	50,000	0.01%	-
Neel Rashesh Shah	2,000,000	(2,000,000)	-	-	(0.21)%
Avanti Rashesh Shah	2,000,000	(2,000,000)	-	-	(0.21)%
Total	**309,169,490**	**200,000**	**309,369,490**	**32.72%**	**(0.04)%**

D. Details of shares held by shareholders holding more than 5% of the aggregate shares in the Company

	As at 31 March 2026		As at 31 March 2025	
	No of shares	% holding	No of shares	% holding
Rashesh Shah	**156,620,595**	**16.55%**	145,601,730	15.39%
Venkatchalam Ramaswamy	**44,516,029**	**4.70%**	59,576,560	6.30%
Clsa Global Markets Pte. Ltd-Odi	**54,251,793**	**5.74%**	54,251,793	5.74%
Total	**255,388,417**	**26.99%**	**259,430,083**	**27.43%**

E. The Company has not issued any bonus shares or shares for consideration other than cash nor has there been any buyback of shares during five years immediately preceding 31 March, 2026.

17. Other equity

Particulars	As at 31 March 2026	As at 31 March 2025
Share application money pending allotment	-	0.35
Capital redemption reserve	**2.03**	2.03
Securities premium	**32,806.38**	31,665.79
ESOP and SAR reserve	**248.77**	224.28
General reserve	**508.64**	508.64
Retained earnings	**26,154.97**	21,848.36
Total	**59,720.79**	**54,249.45**

For movement of the above components refer statement of changes in equity.

Nature and Purpose

17.1 Share application money pending allotment

Share application money pending allotment means the amount received on the application on which allotment is not yet made.

17.2 Capital redemption reserve

The Company has recognised capital redemption reserve on buy back of equity share capital.

17.3 Securities premium

Securities premium is used to record the premium on issue of shares. It shall be utilised in accordance with the provisions of the Companies Act, 2013

17.4 ESOP and SAR reserve

ESOP and SAR options outstanding represents the amount transferred to reserves pursuant to the "ESOP 2011" and "SAR 2019" schemes.

17.5 General reserve

Under the erstwhile Companies Act 1956, general reserve was created through an annual transfer of net income at a specified percentage in accordance with applicable regulations. The purpose of these transfers was to ensure that if a dividend distribution in a given year is more than 10% of the paid-up capital of the Company for that year, then the total dividend distribution is less than the total distributable results for that year. Consequent to introduction of Companies Act 2013, the requirement to mandatorily transfer a specified percentage of the net profit to general reserve has been withdrawn. However, the amount previously transferred to the general reserve can be utilised only in accordance with the specific requirements of Companies Act, 2013.

17.6 Retained earnings

Retained earnings comprises of the Company's undistributed earnings after taxes.

18. Interest income

Particulars	For the year ended 31 March 2026	For the year ended 31 March 2025
On financial assets measured at Amortised cost		
Interest on loans	**3,858.29**	4,126.34
Interest on deposits with banks	**16.16**	13.02
Other interest income	**0.33**	1.04
Total	**3,874.78**	**4,140.40**

19. Fee and commission income

Particulars	For the year ended 31 March 2026	For the year ended 31 March 2025
Advisory and other fees	**373.22**	362.21
Total	**373.22**	**362.21**

Below is the disaggregation of the revenue from contracts with customers and its reconciliation to amounts reported in statement of profit and loss:

Particulars	For the year ended 31 March 2026	For the year ended 31 March 2025
Service transferred at a point in time	**309.61**	237.87
Service transferred over time	**63.61**	124.34
Total revenue from contract with customers	**373.22**	**362.21**

Geographical Markets	For the year ended 31 March 2026	For the year ended 31 March 2025
India	**373.22**	362.21
Outside India	**-**	-
Total revenue from contract with customers	**373.22**	**362.21**

Note

The Company satisfies its performance obligations on completion of service with regards to investment banking, advisory, and other fees. The payments on these contracts is due on completion of service, the contracts do not contain a significant financing component and the consideration is not variable.

20. Net gain /(loss) on fair value changes

Particulars	For the year ended 31 March 2026	For the year ended 31 March 2025
Net gain /(loss) on financial instruments at fair value through profit or loss		
On Investments	**31.61**	40.43
Others		
Fair value gain/ (loss) on risk and reward undertaking	**(71.41)**	(1,572.41)
Total Net gain/(loss) on fair value changes	**(39.80)**	**(1,531.98)**

Fair Value changes:		
Realised gain/(loss)	**81.90**	(1,351.82)
Unrealised gain/(loss)	**(121.70)**	(180.16)
Total	**(39.80)**	**(1,531.98)**

21. Other income

Particulars	For the year ended 31 March 2026	For the year ended 31 March 2025
Profit on buy back/sale of stake in subsidiaries (refer note 61)	**2,813.59**	363.55
Interest on income tax refund	**8.87**	10.60
Miscellaneous income	**13.12**	76.25
Total	**2,835.58**	**450.40**

22. Finance cost

Particulars	For the year ended 31 March 2026	For the year ended 31 March 2025
(at amortised cost unless otherwise stated)		
Interest on debt securities	**3,860.73**	3,260.11
Interest on borrowings (other than debt securities)	**12.69**	21.99
Other interest expense	**17.77**	159.15
Total	**3,891.19**	**3,441.25**

23. Impairment on financial instruments (at amortised cost unless otherwise stated)

Particulars	For the year ended 31 March 2026	For the year ended 31 March 2025
On loans	**1.08**	6.42
On investments	**(1,599.95)**	(6.15)
On trade receivables	**(12.55)**	6.77
Total	**(1,611.42)**	**7.04**

24. Employee benefits expense

Particulars	For the year ended 31 March 2026	For the year ended 31 March 2025
Salaries and wages	**123.08**	302.06
Contribution to provident and other funds	**9.19**	5.80
Share based payment to employees (Refer Note 37)	**81.66**	26.71
Staff welfare expenses	**17.47**	7.40
Total	**231.40**	**341.97**

25. Other expenses

Particulars	For the year ended 31 March 2026	For the year ended 31 March 2025
Advertisement and business promotion	**18.67**	15.75
Auditors' remuneration (Refer note 25.(a))	**17.36**	13.57
Commission and brokerage	**76.86**	80.53
Communication expenses	**0.76**	0.89
Computer software expenses	**83.02**	68.57
Commission to non-executive directors	**29.60**	-
Electricity charges	**0.65**	1.07
Contribution towards corporate social responsibility ('CSR') (Refer Note 25.(b))	**55.00**	83.11
Directors' sitting fees	**3.30**	3.90
Insurance	**7.37**	22.26
Legal and professional fees	**495.66**	189.61
Membership and subscription	**6.43**	3.26
Goods and Service tax expenses	**63.97**	7.84
Office expenses	**5.25**	0.18
Clearing & Custodian charges	**3.99**	13.94
Printing and stationery	**18.85**	17.69
Rates and taxes	**12.64**	8.72
Rent	**36.13**	35.26
Travelling and conveyance	**10.75**	13.91
Miscellaneous expenses	**21.15**	4.07
Total	**967.41**	**584.13**

25. (a) Auditors' remuneration

Particulars	For the year ended 31 March 2026	For the year ended 31 March 2025
Statutory Audit	**10.60**	7.00
Limited review	**4.50**	4.57
Certification & others*	**1.73**	1.88
Towards reimbursement of expenses	**0.53**	0.12
Total	**17.36**	**13.57**

* ₹ 24.00 million (previous year ₹ 23.00 million) fees paid in relation to public issue of Non Convertiable Debentures has been amortised as per EIR method for calculation of Interest cost on Non Convertible Debentures and included under finance cost.

25. (b) Details of CSR Expenditure

Particulars	For the year ended 31 March 2026	For the year ended 31 March 2025
As per the provisions of Section 135 of Companies Act 2013,		
(A) Amount required to be spent by the Company	**53.13**	83.11
(B) Amount of Expenditure Incurred		
(i) Construction/ Acquisition of any assets	**-**	-
(ii) on purpose other than (i) above	**55.00**	83.11
(C) Shortfall at end of the year		
(i) Construction/ Acquisition of any assets	**-**	-
(ii) on purpose other than (i) above	**-**	-
(D) Total of previous years shortfall	**-**	-
(E) Reason for shortfall	**N.A**	N.A
(F) Nature of CSR activities		
Education, Community resilience and climate action and women empowerment	**-**	**-**
(G) Details of related party transactions		
Name of related party	**EdelGive Foundation**	
Relationship	**Subsidiary**	
Where a provision is made with respect to a liability incurred by entering into a contractual obligation	**-**	-

There is no shortfall in the CSR amount required to be spent by the Company as per section 135(5) of the Act for the financial years ended March 31, 2026 and March 31, 2025.

The Company has incurred the above CSR expenditure by making a payment to Edelgive Foundation, a Section 8 company under the Companies Act, 2013 and a subsidiary of the Company.

26. Income tax

The components of income tax expense recognised in profit or loss for the year ended 31 March 2026 and 31 March 2025 are:

Particulars	For the year ended 31 March 2026	For the year ended 31 March 2025
Current tax	**171.04**	57.14
Deferred tax relating to origination and reversal of temporary differences	**173.46**	(80.62)
Total tax expense	**344.50**	**(23.48)**

26.1. Reconciliation of the total tax expense

The tax expense shown in the statement of profit and loss differs from the tax expense that would apply if all profits had been charged at corporate tax rate. A reconciliation between the tax expense and the accounting profit multiplied by domestic tax rate for the year, as follows:

Particulars	For the year ended 31 March 2026	For the year ended 31 March 2025
Profit before tax	**4,819.74**	(542.56)
Tax rate	**25.17%**	25.17%
Income tax expense calculated based on above tax rate	**1,213.13**	(136.56)
Effect of non-deductible expenses	**(294.01)**	21.74
Others	**(574.61)**	91.34
Tax expense recognised in profit or loss	**344.50**	**(23.48)**

27. Components of deferred tax

The following table shows deferred tax recorded in the balance sheet and changes recorded in the income tax expense:

As at 31 March 2026

Particulars	Opening deferred tax asset/(liability)	Recognised in profit or loss	Recognised in other comprehensive income	Recognised directly in equity	Others	Total Movement	Closing deferred tax asset/(liability)
Trade receivables & Loan- expected credit losses	**9.26**	**1.45**	**-**	**-**	**-**	**1.45**	**10.71**
Property, Plant and Equipment and Intangible assets	**0.94**	**(0.26)**	**-**	**-**	**-**	**(0.26)**	**0.68**
Unutilised tax losses	**4,065.98**	**(59.19)**	**-**	**-**	**-**	**(59.19)**	**4,006.79**
Employee benefits obligations	**5.05**	**(1.66)**	**(5.03)**	**-**	**-**	**(6.67)**	**(1.62)**
Fair valuation of Investments	**1.27**	**11.39**	**-**	**-**	**-**	**11.39**	**12.66**
Effective interest rate on Borrowing	**(314.64)**	**(143.52)**	**-**	**-**	**-**	**(143.52)**	**(458.16)**
Provision on risk and reward undertaking	**119.70**	**18.33**	**-**	**-**	**-**	**18.33**	**138.03**
Total	**3,887.56**	**(173.46)**	**(5.03)**	**-**	**-**	**(178.47)**	**3,709.09**

As at 31 March 2025

Particulars	Opening deferred tax asset/(liability)	Recognised in profit or loss	Recognised in other comprehensive income	Recognised directly in equity	Others	Total Movement	Closing deferred tax asset/(liability)
Trade receivables & Loan- expected credit losses	5.96	3.30	-	-	-	3.30	9.26
Property, Plant and Equipment and Intangible assets	6.49	(5.55)	-	-	-	(5.55)	0.94
Unutilised tax losses	3,876.00	189.98	-	-	-	189.98	4,065.98
Employee benefits obligations	0.99	0.03	4.03	-	-	4.06	5.05
Fair valuation of Investments	(0.91)	2.55	-	-	(0.37)	2.18	1.27
Effective interest rate on Borrowing	(263.30)	(51.34)	-	-	-	(51.34)	(314.64)
Provision on risk and reward undertaking	178.05	(58.35)	-	-	-	(58.35)	119.70
Total	**3,803.28**	**80.62**	**4.03**	**-**	**(0.37)**	**84.28**	**3,887.56**

27. Components of deferred tax (Continued)

27.1. Deductible temporary differences, unused tax losses and unused tax credits on which deferred tax asset is not recognised in balance sheet

As at 31 March 2026

Financial Year to which the loss related to	Deductible temporary differences		Unused tax losses							Unused tax credits	
	Amount	Expiry year- financial year	Unabsorbed depreciation		Unabsorbed long term capital losses		Unabsorbed short term capital losses		Total	Mat Credit	
			Amount	Expiry year- financial year	Amount	Expiry year- financial year	Amount	Expiry year- financial year	Amount	Amount	Expiry year- financial year
FY 2024-25	-	-	-	-	12.32	FY 2032-33	-	-	**12.32**	-	-
FY 2020-21	-	-	-	-	-	-	**526.02**	**FY 2028-29**	**526.02**	-	-

As at 31 March 2025

Financial Year to which the loss related to	Deductible temporary differences		Unused tax losses							Unused tax credits	
	Amount	Expiry year- financial year	Unabsorbed depreciation		Unabsorbed long term capital losses		Unabsorbed short term capital losses		Total	Mat Credit	
			Amount	Expiry year- financial year	Amount	Expiry year- financial year	Amount	Expiry year- financial year	Amount	Amount	Expiry year- financial year
FY 2024-25	-	-	-	-	12.32	FY 2032-33	-	-	12.32	-	-
FY 2022-23	1,599.95	Not Applicable	-	-	-	-	-	-	-	-	-
FY 2020-21	-	-	-	-	2,488.88	FY 2028-29	526.02	FY 2028-29	3,014.90	-	-

28. Earnings per share (EPS)

In accordance with Indian Accounting Standard 33 – "Earnings Per Share" prescribed by Companies (Accounts) Rules, 2015, the computation of earnings per share is set out below:

Particulars	31 March 2026	31 March 2025
Profit/(loss) for the year	**4,475.24**	(519.08)
Calculation of weighted average number of equity shares of ₹1 each		
Number of shares outstanding at the beginning of the year	**945,831,726**	898,888,246
Number of shares issued held by employee welfare trust during the year	**-**	20,466,000
Number of shares issued under employee stock options plans (ESOPs) & Stock appreciation rights (SARs)	**699,927**	2,046,700
Total number of equity shares outstanding at the end of the year	**946,531,653**	**921,400,946**
Weighted average number of shares outstanding at the end of the year for basic EPS	**941,170,989**	910,473,320
Number of dilutive potential equity shares	**10,009,534**	11,482,145
Weighted average number of shares outstanding at the end of the year for diluted EPS	**951,180,523**	921,955,465
Earnings per share (EPS) (Face value ₹ 1 each)		
Basic earnings share (in ₹)	**4.75**	(0.57)
Diluted earning per share (in ₹)	**4.70**	(0.57)

29. Segment information

The Company is engaged primarily in the business of merchant banking and holding company activities such as capital allocation and managerial oversight to the businesses of subsidiaries and investment activities and accordingly there are no separate reportable segments as per Ind AS 108 dealing with Operating Segments.

30. Retirement benefit plan

A) Defined contribution plan (Provident fund and National Pension Scheme):

In accordance with Employees' Provident Fund and Miscellaneous Provisions Act, 1952, employees of the Company are entitled to receive benefits under the provident fund, a defined contribution plan, in which, both the employee and the Company contribute monthly at a determined rate. These contributions are made to a recognized provident fund administered by Regional Provident Fund Commissioner. The employees contribute 12% of their basic salary and the Company contributes an equal amount.

The Company recognised ₹ 7.92 million (Previous year: ₹ 7.85 million) for provident fund and other contributions in the statement of profit and loss.

B) Defined benefit plan (Gratuity):

In accordance with the Payment of Gratuity Act, 1972, the Company provides for gratuity, a defined benefit plan covering all employees. The plan provides a lump sum payment to vested employees at retirement or termination of employment in accordance with the rules laid down in the Payment of Gratuity Act, 1972. The gratuity benefit is partially provided through funded plan and annual expense is charged to the statement of profit and loss on the basis of actuarial valuation.

The most recent actuarial valuation of plan assets and the present value of the defined benefit obligation for gratuity were carried out as at 31 March 2026.The present value of the defined benefit obligations and the related current service cost and past service cost, were measured using the Projected Unit Credit Method.

Based on the actuarial valuation obtained in this respect, the following table sets out the status of the gratuity plan and the amounts recognised in the Company's financial statements as at balance sheet date:

Statement of profit and loss

Expenses recognised in the Statement of Profit and Loss:

Particulars	**31 March 2026**	**31 March 2025**
Current service cost	**1.17**	0.59
Past service cost	**3.10**	-
Interest on net defined benefit liability/ (asset)	**(1.95)**	(2.64)
Total included in 'Employee benefits expense'	**2.32**	**(2.05)**

Movement in Other Comprehensive Income:

Particulars	**31 March 2026**	**31 March 2025**
Balance at start of year (Loss)/ Gain	**(11.18)**	4.77
Re-measurements on defined benefit obligation (DBO)		
a. Actuarial (Loss)/ Gain from changes in financial assumptions	**-**	(0.38)
b. Actuarial (Loss)/ Gain from experience over the past year	**0.16**	(0.43)
c. Actuarial Loss/(Gain) from changes in demographic assumptions	**-**	-
Return on plan assets excluding amount included in net interest on the net defined benefit liability/ (asset)	**(3.71)**	0.98
Changes in the effect of limiting a net defined benefit asset to the asset ceiling excluding amount included in net interest on the net defined benefit liability/ (asset)	**23.48**	(16.12)
Balance at end of year (Loss)/ Gain	**8.75**	**(11.18)**

Balance sheet

Reconciliation of defined benefit obligation (DBO) :

Particulars	**31 March 2026**	**31 March 2025**
Present value of DBO at the beginning of the year	**14.51**	13.21
Acquisition/ (Divestiture)		
Interest cost	**0.84**	1.25
Current service cost	**1.17**	0.59
Past service cost	**3.10**	-
Benefits paid	**-**	(6.00)
Actuarial (gain)/loss	**(0.16)**	0.81
Transfer in / (Out)	**(1.15)**	4.65
Present value of DBO at the end of the year	**18.31**	**14.51**

30. Retirement benefit plan (Continued)

Reconciliation of fair value of plan assets:

Particulars	31 March 2026	31 March 2025
Fair value of plan assets at the beginning of the year	**69.43**	63.99
Contributions by Employer	**-**	6.00
Benefits paid	**-**	(6.00)
Interest income	**4.36**	4.47
Return on plan asset excluding amount included in net interest on the net defined benefit liability/ (asset)	**(3.71)**	0.97
Fair value of plan assets at the end of the year	**70.08**	**69.43**
Actual Return on Plan Assets	**0.65**	**5.44**

Net (asset)/ liability recognised in the balance sheet:

Particulars	31 March 2026	31 March 2025
Present value of DBO	**18.30**	14.51
Fair value of plan assets at the end of the year	**70.08**	69.43
Net Liability / (Assets)	**(51.78)**	(54.92)
Less: Effect of limiting net assets to asset ceiling	**3.04**	24.94
Liability / (Assets) recognised in the balance sheet	**(48.74)**	(29.98)
Funded Status [Surplus/ (Deficit)]	**51.78**	54.92
Experience Adjustment on Plan Liabilities: (Gain)/ Loss	**(0.16)**	0.43

Experience adjustments:

Particulars	31 March 2026	31 March 2025	31 March 2024	31 March 2023	31 March 2022
On plan liabilities: (gain) / loss	**(0.16)**	0.43	0.40	0.45	2.12
On plan assets: gain / (loss)	-	-	-	-	-
Estimated contribution for next year	-	-	-	-	-

Percentage Break-down of Total Plan Assets

Particulars	31 March 2026	31 March 2025
Investment in Unit linked funds with insurance company	**99.90%**	99.90%
Cash and cash equivalents	**0.10%**	0.10%
Total	**100.00%**	100.00%

Principal actuarial assumptions at the balance sheet date:

Particulars	31 March 2026	31 March 2025
Discount rate	**6.30%**	6.30%
Salary escalation	**7.00%**	7.00%
Employees attrition rate	**16.00%**	16.00%
Mortality Rate	**IALM 2012-14 (Ultimate)**	IALM 2012-14 (Ultimate)
Interest Rate on Net DBO (%)	**6.30%**	7.00%
Expected weighted average remaining working life	**3 years**	3.5 years

Sensitivity Analysis

DOB increases / (decreases) by	31 March 2026	31 March 2025
1 % Increase in Salary Growth Rate	**0.36**	0.26
1 % Decrease in Salary Growth Rate	**(0.54)**	(0.24)
1 % Increase in Discount Rate	**(0.54)**	(0.24)
1 % Decrease in Discount Rate	**0.36**	0.26
1 % Increase in Withdrawal Rate	**(0.02)**	(0.01)
1 % Decrease in Withdrawal Rate	**0.02**	0.01
Mortality (Increase in expected lifetime by 1 year)	**0.00**	0.00
Mortality (Increase in expected lifetime by 3 year)	**0.00**	0.00

Note: The sensitivity is performed on the DBO at the respective valuation date by modifying one parameter whilst retaining other parameters constant there are no changes from the previous year to the methods and assumptions underlying the sensitivity analyses.

30. Retirement benefit plan (Continued)

Movement in Net (Liability)/ Asset

Particulars	31 March 2026	31 March 2025
Net (Liability)/ Asset at start of the year	**29.98**	42.53
Net Transfer (In)/ Out	**1.15**	(4.65)
Current Service Cost	**(1.17)**	(0.59)
Past Service Cost	**(3.10)**	-
Net Interest on net DBO	**1.95**	2.64
Re-measurements (gain/ (loss)	**19.93**	(15.95)
Employer's Contribution	**-**	6.00
Net (Liability)/ Asset at end of year	**48.74**	29.98

* 0.00 indicates amounts less than ₹ 0.01 million.

C) Compensated absences :

The Company provides for accumulated compensated absences as at the balance sheet date using projected unit credit method based on actuarial valuation.

D) Other Disclosures

Description of Asset Liability Matching (ALM) Policy

The Company has an insurance plans invested in market linked assets. The investment returns of the market-linked plan are sensitive to the changes in interest rates and equity prices. The liabilities' duration is not matched with the assets' duration.

Description of funding arrangements and funding policy that affect future contributions

The liabilities of the fund are funded by assets. The Company aims to maintain a close to full-funding position at each Balance Sheet date. Future expected contributions are disclosed based on this principle.

Maturity profile

The average expected remaining lifetime of the plan members is 3 years (31 March 2025: 3.5 years) as at the date of valuation.

31. Changes in liabilities arising from financing activities

Particulars	01 April 2025	Cash flows(net)	Others*	31 March 2026
Debt Securities	**30,724.42**	**9,649.10**	**(524.80)**	**39,848.72**
Total	**30,724.42**	**9,649.10**	**(524.80)**	**39,848.72**

Particulars	01 April 2024	Cash flows(net)	Others*	31 March 2025
Debt Securities	29,677.23	779.48	267.71	30,724.42
Total	**29,677.23**	**779.48**	**267.71**	**30,724.42**

* Refers to interest accrued during the year.

32. Contingent liabilities & commitments :

32.1 Contingent liabilities

a) Claims against the Company not acknowledged as debt:

- Income Tax matters in respect of which appeal is pending ₹ Nil million (Previous year: ₹ 5.69 million).
- Service Tax matters in respect of which appeal is pending ₹ 430.75 million (Previous year: ₹ 430.75 million).
- Litigation pending against Company amounts to ₹ 8.26 million (Previous year: ₹ 7.80 million).

b) Other claim not acknowledged as debt:

i) The Company's pending litigations mainly comprise of claims against the Company pertaining to proceedings pending with Income tax, service tax and other authorities. The Company has reviewed all its pending litigations and proceedings and has adequately provided for where provisions are required and disclosed as contingent liabilities where applicable, in the financial statements. The Company believes that the outcome of these proceedings will not have a materially adverse effect on the Company's financial position and results of operations.

ii) The Company has received demand notices from tax authorities on account of disallowance of expenditure for earning exempt income under Section 14A of Income Tax Act 1961 read with Rule 8D of the Income Tax Rules, 1962. The company has filed appeal/s and is defending its position. Based on the favourable outcome in Appellate proceedings in the past and as advised by the tax advisors, company is reasonably certain about sustaining its position in the pending cases, hence the possibility of outflow of resources embodying economic benefits on this ground is remote.

iii) Pursuant to the Income Tax Authorities ("the ITA") investigation, after 31 March 2024, the Company had received assessment order cum demand notice from ITA for AY 2022-23. Based on the legal opinion obtained by the Company, management believes that the demand is not sustainable. The Company has filed an appeal against the said assessment order. Thus, no adjustment is required in the Standalone Financial Statements of the Company.

c) Guarantees excluding financial guarantees :
Corporate/other guarantee not acknowledged as debt:
Corporate/other guarantee given by the Company on behalf of its subsidiaries and to third party which is outstanding as at 31 March 2026 and 31 March 2025 is given below:

Particulars	As at 31 March 2026	As at 31 March 2025
Guarantee to trustees and others for non convertible debentures and other borrowings	**16,916.40**	20,746.60
Guarantee to Banks for loan taken by subsidiaries	**1,808.90**	2,827.16
Total	**18,725.30**	**23,573.76**

32.2 Capital commitment
Estimated amount of contracts remaining to be executed on capital account and not provided for (net of advances) ₹ Nil (Previous year: ₹ Nil).

33. Cost Sharing

The group companies provide business and support services to each other basis of the signed agreed terms. The services provided are with the intent to create synergies at group level for e.g. sharing of empty spaces with the group companies, having common HR and admin teams, using one's available resource for the benefit of the group.

In consideration of the business and management oversight by Edelweiss group, the beneficiaries shall share and pay towards the costs, as agreed. It is expressly agreed between the parties that sharing of these cost shall be on the total cost over the financial year (April to March) adequate to compensate the function performed , assets employed and risks assumed by group companies and will be determined by the beneficiaries and edelweiss group companies. The amount payable by the beneficiaries is reviewed intermittently and any amendment to the same is mutually agreed upon in writing by the parties. For the purpose of total cost means all operating expense including but not limited to, normal recurring cost such as office rent, communication charges, salaries, employee benefits, cost of approved third-party vendor, deprecation on assets used and amortization.

34. Disclosure as required by Indian Accounting Standard 24 – Related Party Disclosure

(A) Subsidiaries which are controlled by the Company

1 ECL Finance Limited
2 Edelcap Securities Limited
3 ECap Securities and Investments Limited
4 EAAA India Alternatives Limited
5 Ecap Equities Limited
6 Edel Investments Limited
7 Edelweiss Life Insurance Company Limited
8 Edelweiss Investment Adviser Limited
9 Edelgive Foundation
10 EAAA Pte. Limited
11 Edelweiss International (Singapore) Pte. Limited
12 Nido Home Finance Limited
13 Edelweiss Rural & Corporate Services Limited
14 Comtrade Commodities Services Limited
15 Edel Finance Company Limited
16 Zuno General Insurance Limited
17 Edelweiss Asset Reconstruction Company Limited
18 Edelweiss Securities and Investments Private Limited
19 Edge Advisory and Management Services Private Limited
20 Nuvama Custodial Services Limited
21 EAAA Real Assets Managers Limited
22 Sekura India Management Limited
23 Edelweiss Global Wealth Management Limited
24 Edelweiss Private Equity Tech Fund
25 Edelweiss Value and Growth Fund
26 Edelweiss Multi Strategy Fund Advisors LLP
27 EAAA TransInfra Managers Limited (ETML) (from 18th April 2025)
28 Edelweiss Retail Finance Limited (ERFL) (Merged with ECL Finance Limited w.e.f. September 30, 2025)
29 Edelweiss Employees Welfare Trust
30 Edelweiss Employees Incentive and Welfare Trust
31 EC International Limited (Liquidated w.e.f January 1, 2025)

(B) Jointly controlled entities

1 Edelweiss Trusteeship Company Limited
2 Edelweiss Asset Management Limited

Jointly controlled entities partners*

1 Setu AIF Trust
2 Konark Trust
3 MMPL Trust

* Together controlled by Westbridge Capital Management, LLC & Westbridge Capital Partners, LLC

34. Disclosure as required by Indian Accounting Standard 24 – Related Party Disclosure (Continued)

(C) Enterprises over which control is exercised by the Company

Trust name :

1 EARC TRUST SC - 130
2 EARC SAF-2 TRUST
3 EARC TRUST SC - 238
4 EARC TRUST SC - 334
5 EARC TRUST SC - 344
6 EARC TRUST SC - 347
7 EARC TRUST SC - 352
8 EARC TRUST SC - 370
9 EARC TRUST SC - 6
10 EARC TRUST SC - 9
11 EARC TRUST SC - 102
12 EARC TRUST SC - 112
13 EARC TRUST SC - 229
14 EARC TRUST SC - 245
15 EARC TRUST SC - 251
16 EARC TRUST SC - 308
17 EARC TRUST SC - 314
18 EARC TRUST SC - 329
19 EARC TRUST SC - 331
20 EARC TRUST SC - 386
21 EARC TRUST SC - 348
22 EARC TRUST SC - 381
23 EARC TRUST SC - 383
24 EARC TRUST SC - 385
25 EARC TRUST SC - 391
26 EARC TRUST SC - 372
27 EARC TRUST SC - 373
28 EARC TRUST SC - 374
29 EARC TRUST SC - 392
30 EARC TRUST SC - 393
31 EARC TRUST SC - 380
32 EARC TRUST SC - 387
33 EARC TRUST SC - 375
34 EARC TRUST SC - 401
35 EARC TRUST SC - 413
36 EARC TRUST SC - 416
37 EARC TRUST SC - 402
38 EARC TRUST SC - 376
39 EARC TRUST SC - 406
40 EARC TRUST SC - 377
41 EARC TRUST SC - 378
42 EARC TRUST SC - 396
43 EARC TRUST SC - 410
44 EARC TRUST SC - 428
45 EARC TRUST SC - 412
46 EARC TRUST SC - 415
47 EARC TRUST SC - 417
48 EARC TRUST SC - 434
49 EARC TRUST SC - 444
50 EARC TRUST SC - 462
51 EARC TRUST SC - 418
52 EARC TRUST SC - 421
53 EARC TRUST SC - 422
54 EARC TRUST SC - 423
55 EARC TRUST SC - 424
56 EARC TRUST SC - 447
57 EARC TRUST SC - 452
58 EARC TRUST SC - 453
59 EARC TRUST SC - 433
60 EARC TRUST SC - 445
61 EARC TRUST SC - 425
62 EARC TRUST SC - 451
63 EARC TRUST SC - 448
64 EARC TRUST SC - 449
65 EARC TRUST SC - 459
66 EARC TRUST SC - 443
67 EARC TRUST SC - 477
68 EARC TRUST SC - 481
69 EARC TRUST SC - 482
70 EARC TRUST SC - 483
71 EARC TRUST SC - 484
72 EARC TRUST SC - 384
73 EARC TRUST SC - 325
74 EARC TRUST SC - 394
75 EARC TRUST SC - 397
76 EARC TRUST SC - 486
77 EARC TRUST SC - 492
78 EARC TRUST SC - 489
79 EARC TRUST SC - 456
80 EARC TRUST SC - 457
81 EARC TRUST SC - 468
82 EARC TRUST SC - 494
83 EARC TRUST SC - 469
84 EARC TRUST SC - 470
85 EARC TRUST SC - 493
86 EARC TRUST SC - 455
87 EARC TRUST SC - 497
88 EARC TRUST SC - 498
89 EARC TRUST SC - 499
90 EARC TRUST SC - 500
91 EARC TRUST SC - 501
92 EARC TRUST SC - 471
93 EARC TRUST SC - 472
94 EARC TRUST SC - 473
95 EARC TRUST SC - 474
96 EARC TRUST SC - 502
97 EARC TRUST SC - 503
98 EARC TRUST SC - 504
99 EARC TRUST SC - 506
100 EARC TRUST SC - 507
101 EARC TRUST SC - 508
102 EARC TRUST SC - 509
103 EARC TRUST SC - 475
104 EARC TRUST SC - 322
105 EARC TRUST SC - 327
106 EARC TRUST SC - 505
107 EARC TRUST SC - 510
108 EARC TRUST SC - 511
109 EARC TRUST SC - 512
upto 30 September 2025
110 EARC TRUST SC - 361
111 EARC TRUST SC - 263
upto 31 December 2025
112 EARC TRUST SC - 430
113 EARC TRUST SC - 405
114 EARC TRUST SC - 436
115 EARC TRUST SC - 442
116 EARC TRUST SC - 298
117 EARC TRUST SC - 464

34. Disclosure as required by Indian Accounting Standard 24 – Related Party Disclosure (Continued)

(D) Individuals owning, directly or indirectly, an interest in the voting power of the Company that gives them control or significant influence over the Company

Mr. Rashesh Shah
Mr. Venkatchalam Ramaswamy
Ms. Vidya Shah
Ms. Aparna T. C.

(E) Key Managerial Personnel (KMP)

Mr. Rashesh Shah - Chairman and Managing Director
Mr. Venkatchalam Ramaswamy - Vice Chairman and Executive Director (upto 14 May 2025)
Ms. Ananya Suneja – Chief Financial Officer
Mr. Tarun Khurana - Company Secretary

(F) Relatives of individuals exercising significant Influence and relatives of KMPs with whom transactions have taken place

Ms. Kaavya Venkat
Ms. Shilpa Mody
Ms. Sejal Premal Parekh
Mr. A V Ramaswamy
Ms. Sneha Sripad Desai
Ms. Avanti Shah
Mr. Neel Shah

(G) Enterprises over which Promoter/KMPs/ Relatives exercise significant influence, with whom transactions have taken place

Mabella Trustee Services Private Limited (on behalf of M/s. Shah Family Discretionary Trust)
Spire Investment Advisors LLP

(H) Independent Directors

Mr. Ashok Kini
Dr. Ashima Goyal
Mr. Shiva Kumar
Mr. C. Balagopal

34. Disclosure as required by Indian Accounting Standard 24 – "Related Party Disclosure" (Continued):

(I) Transactions and balances with Related Parties:

Sr.No	Nature of Transaction	Related Party Name	31 March 2026	31 March 2025
	Transactions with Related Parties:			
1	**Amount received on winding up of subsidiary**	EC International Limited	**-**	4.03
2	**Purchase of equity shares from**	Ecap Equities Limited	**-**	1,400.40
3	**Investment in equity shares of**	Edel Finance Company Limited	**2,000.00**	-
		Zuno General Insurance Limited	**970.00**	1,160.00
		Edelweiss Life Insurance Company Limited	**1,998.08**	1,495.29
4	**Term loans repaid to**	Ecap Equities Limited	**-**	1,595.42
5	**Term loans given to**	Edelweiss Rural & Corporate Services Limited	**9,270.60**	3,280.50
		Ecap Equities Limited	**12,871.60**	3,030.00
		Edel Finance Company Limited	**17,607.92**	28,288.42
		Edelweiss Investment Adviser Limited	**9,994.81**	4.00
		Edelcap Securities Limited	**3,590.00**	450.00
		EAAA India Alternatives Limited	**-**	220.00
		Ecap Securities And Investments Limited	**9,951.50**	-
		Comtrade Commodities Services Limited	**1.00**	-
		ECL Finance Limited	**1,000.00**	-
		Edelweiss Securities and Investments Private Limited	**7,959.10**	-
6	**Term loans repaid by**	Edelweiss Rural & Corporate Services Limited	**4,659.00**	5,680.50
		Ecap Equities Limited	**5,511.60**	7,730.10
		Edel Finance Company Limited	**25,381.78**	26,373.45
		Edelweiss Investment Adviser Limited	**9,994.81**	604.00
		Edelcap Securities Limited	**2,040.00**	450.00
		Edelweiss Securities and Investments Private Limited	**10,167.30**	-
		Ecap Securities And Investments Limited	**7,311.50**	-
7	**Reimbursement of loss on select account**	ECL Finance Limited	**-**	1,812.60
8	**Asset management rights purchase**	Edelweiss Asset Management Limited	**-**	179.50
9	**Buy back of equity shares**	Edelweiss Asset Management Limited	**-**	389.88
10	**Remuneration paid to**	Mr. Rashesh Shah	**10.00**	89.28
		Mr. Venkatchalam Ramaswamy	**-**	93.26
		Mr. Tarun Khurana	**14.45**	15.15
		Ms. Ananya Suneja	**39.81**	42.39
11	**Dividend paid on equity shares**	Mr. Rashesh Shah	**218.40**	218.40
		Mr. Venkatchalam Ramaswamy	**89.36**	89.36
		Ms. Vidya Shah	**52.95**	46.60
		Mabella Trustee Services Private Limited (on behalf of M/s. Shah Family Discretionary Trust)	**58.13**	58.13
		Spire Investment Advisors LLP	**4.80**	4.80
		Ms. Aparna T. C.	**36.00**	18.32
		Ms. Kaavya Venkat	**-**	17.69
		Ms. Sneha Sripad Desai	**1.54**	1.54
		Ms. Shilpa Mody	**1.43**	1.43
		Ms. Sejal Premal Parekh	**1.43**	1.43
		Mr. A V Ramaswamy	**0.08**	0.08
		Ms. Avanti Shah	**-**	3.00
		Mr. Neel Shah	**-**	3.00
		Mr. Tarun Khurana	**0.09**	0.09
		Mr Kunnasagaran Chinniah	**0.00**	-
		Ms. Ananya Suneja	**0.07**	0.02
		Mr. C Balagopal	**0.00**	-

34. Disclosure as required by Indian Accounting Standard 24 – "Related Party Disclosure" (Continued):

(I) Transactions and balances with Related Parties:

Sr.No	Nature of Transaction	Related Party Name	31 March 2026	31 March 2025
12	**Dividend income received from**	Nido Home Finance Limited	**1.21**	2.60
		Edelweiss Asset Reconstruction Company Limited	**702.30**	410.51
		Edelweiss Asset Management Limited	**562.93**	-
13	**Loan given to KMP**	Mr. Tarun Khurana	**-**	3.00
14	**Loan repaid by KMP**	Mr. Tarun Khurana	**-**	3.00
15	**Interest income received from loan given to employee**	Mr. Tarun Khurana	**-**	0.25
16	**Fee / commission earned from**	Ecap Equities Limited	**0.84**	5.00
		Edel Finance Company Limited	**86.66**	5.00
		Edelcap Securities Limited	**60.35**	-
		Edelweiss Rural & Corporate Services Limited	**30.12**	-
		ECap Securities And Investments Limited	**0.72**	-
		Edelweiss Securities And Investments Private Limited	**0.38**	-
17	**Royalty fees received from**	Edelweiss Life Insurance Company Limited	**-**	47.50
18	**Guarantee commission earned from**	Edel Finance Company Limited	**23.61**	26.47
		Edelweiss Asset Reconstruction Company Limited	**28.04**	44.64
		ECap Securities And Investments Limited	**-**	21.33
		Edelweiss Rural & Corporate Services Limited	**19.00**	19.89
		Ecap Equities Limited	**44.13**	85.19
		Edelweiss Investment Adviser Limited	**-**	17.75
		Edelcap Securities Limited	**1.59**	-
19	**Interest income on compulsory convertible debentures**	Edel Finance Company Limited	**0.33**	0.80
20	**Interest expense on loan taken**	Ecap Equities Limited	**-**	12.25
21	**Interest income on loan given**	Edelweiss Rural & Corporate Services Limited	**155.16**	335.12
		ECap Securities And Investments Limited	**214.37**	-
		Ecap Equities Limited	**455.83**	529.17
		Edel Finance Company Limited	**2,477.94**	2,649.59
		Edelweiss Securities And Investments Private Limited	**390.18**	545.76
		Edelweiss Investment Adviser Limited	**114.44**	63.43
		EAAA India Alternatives Limited	**26.09**	2.68
		Edelcap Securities Limited	**19.96**	0.59
		ECL Finance Limited	**4.27**	-
		Comtrade Commodities Services Limited	**0.05**	-
22	**Interest expense on NCD**	Ecap Equities Limited	**14.14**	25.20
		Edelweiss Life Insurance Company Limited	**324.74**	235.06
		ECL Finance Limited	**0.25**	0.26
		Edelweiss Investment Adviser Limited	**18.70**	8.72
		Zuno General Insurance Limited	**29.45**	28.88
23	**Cost reimbursements paid to**	Edelweiss Rural & Corporate Services Limited	**64.50**	86.05
		Edelweiss Life Insurance Company Limited	**1.30**	-
		ECL Finance Limited	**-**	155.55
		Ecap Equities Limited	**107.26**	0.66
		Nido Home Finance Limited	**-**	62.84

34. Disclosure as required by Indian Accounting Standard 24 – "Related Party Disclosure" (Continued):

(I) Transactions and balances with Related Parties:

Sr.No	Nature of Transaction	Related Party Name	31 March 2026	31 March 2025
24	**Directors' sitting fees paid to**	Dr. Ashima Goyal	**0.68**	0.75
		Mr. Ashok Kini	**0.98**	1.28
		Mr. C Balagopal	**0.38**	0.23
		Mr. Shiva Kumar	**1.28**	1.65
25	**Commission paid to non executive directors**	Mr. Biswamohan Mahapatra	**-**	1.75
		Dr. Ashima Goyal	**3.60**	3.50
		Mr. Ashok Kini	**3.60**	3.50
		Mr. Shiva Kumar	**3.60**	3.50
		Ms. Vidya Shah	**-**	3.50
		Mr. C Balagopal	**3.60**	-
26	**Contribution towards corporate social responsibility**	EdelGive Foundation	**55.00**	83.00
	Balances with Related Parties			
1	**Investments in equity shares in**	Edelweiss Life Insurance Company Limited	**15,432.47**	13,434.39
		Edelweiss Asset Management Limited	**1,499.78**	1,686.09
		ECap Securities And Investments Limited	**1,599.95**	1,599.95
		Nuvama Custodial Services Limited	**280.50**	280.50
		Ecap Equities Limited	**147.71**	147.71
		EdelGive Foundation	**0.10**	0.10
		Nido Home Finance Limited	**195.98**	195.98
		Edelweiss Trusteeship Company Limited	**0.90**	1.00
		Edelweiss Global Wealth Management Limited	**790.01**	790.01
		Zuno General Insurance Limited	**10,846.16**	9,876.16
		Edel Finance Company Limited	**23,521.55**	11,871.55
		Edelweiss Securities And Investments Private Limited	**697.37**	697.37
		Edelweiss Asset Reconstruction Company Limited	**1,400.40**	1,400.40
2	**Investments in preference shares of**	Edel Finance Company Limited	**-**	1,650.00
3	**Investment in compulsory convertible debenture of**	Edel Finance Company Limited	**-**	8,000.00
4	**Interest accrued on compulsory convertible debenture of**	Edel Finance Company Limited	**-**	0.01
5	**Gratuity payable to**	EAAA India Alternatives Limited	**-**	1.77
		Edelweiss Asset Reconstruction Company Limited	-	0.42
6	**Gratuity receivable from**	ECL Finance Limited	**-**	1.47
		Edel Investments Limited	-	0.86
		Edelweiss Asset Management Limited	-	2.32
		Edelweiss Asset Reconstruction Company Limited	-	1.77
		Ecap Equities Limited	**1.35**	-

34. Disclosure as required by Indian Accounting Standard 24 – "Related Party Disclosure" (Continued):

(I) Transactions and balances with Related Parties:

Sr.No	Nature of Transaction	Related Party Name	31 March 2026	31 March 2025
7	**ESOP charges payable to**	Nido Home Finance Limited	-	1.10
		ECL Finance Limited	-	0.83
		Edelweiss Life Insurance Company Limited	**2.24**	-
		Edelweiss Asset Reconstruction Company Limited	-	0.77
		EAAA Pte. Limited	-	2.11
		ECL Finance Limited	-	12.58
		Nuvama Custodial Services Limited	**1.78**	1.64
8	**ESOP charges receivable from**	Edelweiss Rural & Corporate Services Limited	**2.31**	1.06
		Edelweiss Asset Management Limited	**0.59**	2.61
		ECL Finance Limited	**0.20**	-
		EAAA India Alternatives Limited	**2.83**	2.06
		Edelweiss Life Insurance Company Limited	-	4.15
		Zuno General Insurance Limited	-	0.94
		Ecap Equities Limited	**5.94**	6.84
		Edel Investments Limited	-	0.04
		Edelweiss International (Singapore) Pte. Limited	-	0.22
		Edelweiss Investment Adviser Limited	-	0.04
		Edelcap Securities Limited	**3.77**	0.27
		Edelweiss Global Wealth Management Limited	**0.67**	0.04
		ECap Securities And Investments Limited	**14.66**	-
		Edel Finance Company Limited	**1.71**	-
		Nido Home Finance Limited	**0.07**	-
		Edelweiss International (Singapore) Pte. Limited	**3.14**	-
		EdelGive Foundation	**0.07**	-
		Edel Investments Limited	**0.34**	
9	**Accrued interest on loans given to**	Edelweiss Rural & Corporate Services Limited	**39.00**	22.21
		Edel Finance Company Limited	**128.20**	304.24
		Ecap Equities Limited	**131.55**	2.22
		Edelweiss Securities And Investments Private Limited	**26.53**	46.57
		Edelweiss Investment Adviser Limited	**4.99**	-
		EAAA India Alternatives Limited	**1.91**	2.08
		ECL Finance Limited	**3.85**	-
		ECap Securities And Investments Limited	**22.29**	-
		Edelcap Securities Limited	**2.61**	-
		Comtrade Commodities Services Limited	**0.01**	
10	**Loan given to**	Edelweiss Rural & Corporate Services Limited	**4,611.60**	-
		Ecap Equities Limited	**7,360.00**	-
		Edel Finance Company Limited	**18,031.12**	25,804.98
		Edelweiss Securities And Investments Private Limited	**2,291.80**	4,500.00
		EAAA India Alternatives Limited	**220.00**	220.00
		Edelcap Securities Limited	**1,550.00**	-
		Comtrade Commodities Services Limited	**1.00**	-
		ECL Finance Limited	**1,000.00**	-
		Ecap Securities and Investments Limited	**2,640.00**	-
11	**Non convertible debentures held by**	Ecap Equities Limited	**92.14**	142.36
		Edelweiss Life Insurance Company Limited	**3,497.60**	3,257.07
		ECL Finance Limited	**2.64**	2.54
		Edelweiss Investment Adviser Limited	**136.47**	156.49
		Zuno General Insurance Limited	**363.58**	299.95
12	**Trade payable to**	Nido Home Finance Limited	-	50.18
		ECap Securities And Investments Limited	-	52.70
		Edelweiss Rural & Corporate Services Limited	**3.79**	6.30
		Edelweiss Securities And Investments Private Limited	-	0.25
		Ecap Equities Limited	**54.83**	1.98
		Edelweiss Life Insurance Company Limited	**0.02**	-

34. Disclosure as required by Indian Accounting Standard 24 – "Related Party Disclosure" (Continued):

(I) Transactions and balances with Related Parties:

Sr.No	Nature of Transaction	Related Party Name	31 March 2026	31 March 2025
13	**Trade receivable from**	Edelweiss Life Insurance Company Limited	**-**	35.33
		Edel Finance Company Limited	**85.38**	243.70
		Edelweiss Asset Management Limited	**0.03**	0.03
		Edelweiss Asset Reconstruction Company Limited	**7.02**	10.84
		ECap Securities And Investments Limited	**13.50**	-
		EAAA India Alternatives Limited	**-**	0.06
		Ecap Equities Limited	**7.75**	79.09
		Edelcap Securities Limited	**12.30**	-
		Edelweiss Rural & Corporate Services Limited	**32.52**	
		Edelweiss Investment Adviser Limited	**0.01**	1.71
		Edelweiss Securities And Investments Private Limited	**21.60**	-
		ECL Finance Limited	**0.22**	0.45
		Nido Home Finance Limited	**1.95**	1.36
14	**Risk and reward undertaking**	Nido Home Finance Limited	**1,062.82**	1,261.00
15	**Guarantee given on behalf of Group Company**	Ecap Equities Limited	**2,142.60**	12,855.50
		Edelweiss Asset Reconstruction Company Limited	**2,730.80**	3,827.45
		Edel Finance Company Limited	**10,197.10**	3,812.50
		Nido Home Finance Limited	**879.90**	920.91
		Edelcap Securities Limited	**1,021.00**	-
		ECL Finance Limited	**495.80**	1,000.00
		Edelweiss Rural & Corporate Services Limited	**1,258.10**	1,157.40

0.00 indicates amounts less than ₹ 0.01 million.

Notes:

Information relating to remuneration paid to key managerial person mentioned above excludes provision made for gratuity and provision made for bonus which are provided for group of employees on an overall basis.

35. Capital management

The Company manages the capital structure by a balanced mix of debt and equity. The Company's capital management strategy is to effectively determine, raise and deploy capital so as to create value for its shareholders. The Company maintains sound capitalisation both from an economic and regulatory perspective. The Company continuously monitors and adjusts overall capital demand and supply in an effort to achieve an appropriate balance of the economic and regulatory considerations at all times and from all perspectives. These perspectives include specific capital requirements from rating agencies.

Capital structure includes infusion in the form of equity and structured debt from strategic business partners in certain of Company's subsidiaries to fund expansion and assist in achieving expected growth in the competitive market.

No changes were made in the objectives, policies or processes during the financial years ended 31 March 2026 and 31 March 2025.

This framework is adjusted based on underlying macro-economic factors affecting business environment, financial market conditions and interest rates environment. Company monitors capital using debt-equity ratio, which is total debt divided by total equity.

Particulars	As at 31 March 2026	As at 31 March 2025
Total Debt	**39,848.72**	30,724.42
Equity	**60,667.32**	55,170.85
Net Debt to Equity	**0.66**	0.56

36. Disclosure of loans and advances given pursuant to requirements of Regulation 34(3) of Securities and Exchange Board of India (Listing Obligation and Disclosure Requirements) Regulations, 2015, as amended

Entity	31 March 2026		31 March 2025	
	Loan outstanding**	Maximum amount outstanding during the year*	Loan outstanding**	Maximum amount outstanding during the year*
Edelweiss Rural and Corporate Services Limited	**4,650.60**	**4,611.60**	22.21	5,380.00
ECL Finance Limited	**1,003.85**	**1,000.00**	-	-
Ecap Equities Limited	**7,491.55**	**4,131.10**	2.22	7,130.10
Edel Finance Company Limited	**18,113.96**	**23,274.68**	26,109.22	26,473.00
Edelweiss Investment Adviser Limited	**4.99**	**3,447.30**	-	600.00
EAAA India Alternatives Limited	**221.91**	**220.00**	222.08	220.00
Ecap Securities and Investments Limited	**2,650.51**	**3,487.00**	-	-
Edelweiss Securities and Investments Private Limited	**2,298.72**	**4,620.00**	4,546.57	4,500.00
Comtrade Commodities Services Limited	**1.01**	**1.00**	-	0.00
Edelcap Securities Limited	**1,552.61**	**1,550.00**	-	450.00

All the above loans have maturity of 0-3 years as per contracted terms.
*Maximum amount outstanding during the year represents principle outstanding.
**Loan outstanding includes principal, interest accrued & EIR

37. Share based payments: Employee Stock Option Plans and Stock Appreciation Rights Plans

Edelweiss Financial Services Limited ("EFSL" hereafter), has recognised share based payment expenses for the years ended 31 March 2026 and 31 March 2025 based on fair value as on the grant date calculated as per option pricing model. The grants represent equity-settled options under the Employee Stock Option Plans and Stock Appreciation Rights Plans (hereafter referred to as, "ESOP 2011" and "SAR 2019" or "ESOPs" "SARs").

The Edelweiss Group has granted ESOPs under the two plans viz., ESOP 2011 & SAR 2019 to its employees on an equity-settled basis as tabulated below. The ESOPs/SARs provide a right to its holders (i.e., Edelweiss group employees) to purchase one EFSL share for each option at a pre-determined strike price on the expiry of the vesting period. The ESOP/SAR hence represents an European call option that provides a right but not an obligation to the employees of the Edelweiss group to exercise the option by paying the strike price at any time on completion of the vesting period, subject to an outer boundary on the exercise period.

EFSL has granted stock options to employees of the Edelweiss group on an equity-settled basis as tabulated below.

Particulars	**SAR 2019**	**ESOP 2011**
Dates of grant	Varying	Varying
Option Type	Equity settled	Equity settled
No. of outstanding options at 31 March 2026	31,213,000	25,450
No. of outstanding options at 31 March 2025	37,567,140	302,825
No. of Equity shares represented by an option	1 share for 1 option	1 share for 1 option
Fair Value per option	Varies as per the grant date	Varies as per the grant date
Exercise Price	Varies as per the grant date	Varies as per the grant date
Vesting Period	2-6 years	1-4 years
Vesting Conditions	Service	Service

The vesting of options is subject to the employee's continued employment with the Edelweiss group. The ESOPs/SARs shall vest as follows:

Particulars	**SAR 2019**		**ESOP 2011**
Duration from grant date	% options vesting-I	% options vesting-II	% options vesting
12 months from the grant date	-	-	25.00%
24 months from the grant date	33.33%	10.00%	25.00%
36 months from the grant date	-	10.00%	25.00%
48 months from the grant date	33.33%	20.00%	25.00%
60 months from the grant date	-	60.00%	-
72 months from the grant date	33.34%	-	-
Total	**100.00%**	**100.00%**	**100.00%**

37. Share based payments: Employee Stock Option Plans and Stock Appreciation Rights Plans (Continued)

Plan description

Plan Name	Grant Date	Vesting Conditions	Term of Options	Payout
ESOP Plan 2011	Various	As specified in tables above	1-4 years	Equity settled
SAR Plan 2019	Various	As specified in tables above	2-6 years	Equity settled

Movement of number of Options for FY 2025-26 and 2024-25

Number of options	31 March 2026			31 March 2025		
	SAR 2019	ESOP 2011	Total	SAR 2019	ESOP 2011	Total
Outstanding at the start of the year	**37,567,140**	**302,825**	**37,869,965**	4,859,570	2,254,725	7,114,295
Granted during the year	**-**	**-**	**-**	34,500,000	-	34,500,000
Exercised during the year	**(1,669,400)**	**(191,775)**	**(1,861,175)**	(1,201,530)	(1,048,175)	(2,249,705)
Lapsed/ cancelled during the year	**(4,684,740)**	**(85,600)**	**(4,770,340)**	(590,900)	(903,725)	(1,494,625)
Outstanding at the end of the year	**31,213,000**	**25,450**	**31,238,450**	37,567,140	302,825	37,869,965
Exercisable at the end of the year	**-**	**25,450**	**25,450**	-	302,825	302,825

Weighted Average Exercise Price for FY 2025-26 and 2024-25

Weighted Average Exercise Price (₹)	31 March 2026		31 March 2025	
	SAR 2019	ESOP 2011	SAR 2019	ESOP 2011
Outstanding at the start of the year	**75.53**	**54.29**	50.74	69.58
Granted during the year	**-**	**-**	77.00	-
Exercised during the year	**79.42**	**50.78**	27.45	47.71
Lapsed/ cancelled during the year	**76.95**	**70.14**	57.19	100.07
Outstanding at the end of the year	**75.22**	**27.45**	75.53	54.29
Exercisable at the end of the year	**NA**	**27.45**	NA	54.29
Weighted Average Share price at the exercise date	**118.27**	**100.81**	123.38	109.85

37. Share based payments: Employee Stock Option Plans and Stock Appreciation Rights Plans (Continued)

Outstanding Options as at 31 March 2026 and 31 March 2025

Particulars	31 March 2026		31 March 2025	
	SAR 2019	ESOP 2011	SAR 2019	ESOP 2011
Number of options outstanding	**31,213,000**	**25,450**	37,567,140	302,825
Weighted average strike price (₹)	**75.22**	**27.45**	75.53	54.29
Weighted average remaining lifetime of options (in years)	**3.18**	**-**	3.99	-
Number of employees covered under the scheme	**148**	**13**	167	71

Options granted during FY 2025-26 and 2024-25

Particulars	31 March 2026		31 March 2025	
	SAR 2019	ESOP 2011	SAR 2019	ESOP 2011
Number of options granted	**NA**	**NA**	34,500,000	-
Weighted average strike price (in ₹)	**NA**	**NA**	77.00	NA
Weighted average remaining lifetime of options (in years)	**NA**	**NA**	4.3 years	NA
Number of employees covered under the scheme	**NA**	**NA**	89	NA
Weighted Average Fair value per option (in ₹)	**NA**	**NA**	46.54	NA
Weighted Average Intrinsic value per option (in ₹)	**NA**	**NA**	13.92	NA

Assumptions for Fair Value for FY 2025-26 and 2024-25

Particulars	31 March 2026		31 March 2025	
	SAR 2019	ESOP 2011	SAR 2019	ESOP 2011
Weighted average share price (in ₹)	**89.77**	**58.85**	94.20	125.11
Weighted average strike price (in ₹)	**75.22**	**27.45**	75.50	54.30
Weighted average remaining lifetime of options (in years)	**3.18**	**-**	3.99	-
Expected volatility (% p.a.)	**59% p.a. - 72% p.a.**	**72% p.a.**	56% p.a. - 72% p.a.	56% p.a. - 72% p.a.
Risk-free discount rate (% p.a.)	**5.7% p.a. - 6.2% p.a.**	**5.4% p.a.**	5.7% p.a. - 6.9% p.a.	5.1% p.a. - 6.8% p.a.
Expected dividend yield (% p.a.)	**1.6% p.a. - 2.4% p.a.**	**2.4% p.a.**	0.7% p.a. - 2.4% p.a.	0.7% p.a. - 2.4% p.a.

Other Disclosure

Particulars	31 March 2026			31 March 2025		
	SAR 2019	ESOP 2011	Total	SAR 2019	ESOP 2011	Total
Charges during the year due to share based payments	**81.66**	**-**	**81.66**	16.51	10.20	26.71
Liability due for share based payments	**240.90**	**0.80**	**241.70**	196.78	20.57	217.35
Intrinsic value of the liability above	**66.29**	**-**	**66.29**	3.43	1.66	5.09

38. Risk Management

The Company has operations in India. Whilst risk is inherent in the Company's activities, it is managed through an integrated risk management framework, including ongoing identification, measurement and monitoring, subject to risk limits and other controls. This process of risk management is critical to the Company. The Company is exposed to credit risk, liquidity risk and market risk. It is also subject to various operating and business risks.

Risk management strategy:
The strategy at an execution level is supported by -

1. Three tiered risk management structure to manage and oversee risks
2. Board and Executive Level Committees to review and approve risk exposures
3. Risk Management framework to ensure each risk the Company is exposed to is given due importance and managed through a well-defined framework and guidelines
4. Well-defined Standard Operating Procedures and Product approval framework to ensure risks are mitigated at operational level
5. Adequate segregation of duties to ensure multi-layered checks and balances
6. Exception reporting framework to ensure process and policy deviations are adequately addressed

Risk management structure:
The Board of Directors are responsible for the overall risk management approach and for approving the risk management strategies and principles.

The Board has appointed the Risk Committee which is responsible for monitoring the overall risk process within the Company and reports to the Audit Committee

The Risk Committee has the overall responsibility for the development of the risk strategy and implementing principles, frameworks, policies and limits.

The Company is responsible for implementing and maintaining risk related procedures to ensure an independent control process is maintained. The Company works closely with and reports to the Risk Committee, to ensure that procedures are compliant with the overall framework.

Credit risk
Credit risk is the risk of financial loss the Company may face due to current/potential inability or unwillingness of a customer or counterparty to meet financial /contractual obligations. Credit risk also covers the possibility of losses associated with diminution in the credit quality of borrowers or counterparties. The Company's lending activities is restricted to only its subsidiaries within the Edelweiss Group, the Company has adopted a policy of dealing with creditworthy counterparties and obtains sufficient collateral, where appropriate, as a means of mitigating the risk of financial loss from defaults.

Credit risk is measured as the amount that could be lost if a customer or counterparty fails to make repayments. Credit risk is monitored using various internal risk management measures and within limits approved by the board within a framework of delegated authorities. It is managed through a robust risk control framework, which outlines clear and consistent policies, principles and guidance for risk managers. Presently Company has credit exposure only to it's subsidiaries where adequate control and monitoring is ensured.

Liquidity risk
Liquidity risk emanates from the possible mismatches due to differences in maturity and repayment profile of assets and liabilities. To avoid such a scenario, the Company has maintained cash reserves in the form of Fixed Deposits, Cash, Loans which are callable any time at the Company's discretion, etc. These assets carry minimal credit risk and can be liquidated. These would be to take care of immediate obligations while continuing to honour commitments as a going concern.

Analysis of financial assets and liabilities by remaining contractual maturities
The maturity profile of the undiscounted cash flows of the Company's financial assets and liabilities as at 31 March 2026 are disclosed in note no 41.

Market Risk
Market risk is the risk which can affect the Company's performance due to adverse movements in market prices of instrument due to interest rates, equity prices, foreign exchange rates. The objective of the Company's market risk management is to manage and control market risk exposures within acceptable parameters.

Foreign exchange risk – Foreign exchange risk is the risk that the value of a financial instrument will fluctuate due to changes in foreign exchange rates. The Company's foreign exposure is limited to investments to Group entities outside India. Positions are regularly monitored by the Company and rebalanced/ rolled over based on the inflow and outflow of funds. The Company don't have any foreign currency exposure as at March 31, 2026.

39. Fair Value Measurement

39.1 Valuation governance framework

Where fair values are determined by reference to externally quoted prices or observable pricing inputs to models, independent price determination or validation is used. For inactive markets, the Company sources alternative market information, with greater weight given to information that is considered to be more relevant and reliable.

39.2. Fair value hierarchy

Fair values of financial assets and liabilities are determined according to the following hierarchy.

Level 1 – valuation technique using quoted market price: financial instruments with quoted prices for identical instruments in active markets that company can access at the measurement date.

Level 2 – valuation technique using observable inputs: Those where the inputs that are used for valuation and are significant, are derived from directly or indirectly observable market data available over the entire period of the instrument's life.

Level 3 – valuation technique with significant unobservable inputs: Those that include one or more unobservable input that is significant to the measurement as whole.

39.3. Financial instruments measured at Amortised Cost

The following table sets out the fair values and fair value hierarchy of financial instruments measured at amortised cost. The information given with respect to financial instruments for which the fair value differs from the carrying amount. Carrying amounts of cash and cash equivalents, trade receivables, trade and other payables as on 31 March 2026 approximate the fair value because of their short-term nature. Difference between carrying amounts and fair values of bank deposits, other financials assets and other financial liabilities is not significant in each of the years presented.

	31 March 2026				
Particulars	**Total Carrying Amount**	**Total fair value**	**Level 1**	**Level 2**	**Level 3**
Financial assets:					
Loans	37,977.64	37,977.64	-	-	37,977.64
Financial liabilities					
Debt securities	39,848.72	39,848.72	39,848.72	-	-

	31 March 2025				
Particulars	**Total Carrying Amount**	**Total fair value**	**Level 1**	**Level 2**	**Level 3**
Financial assets:					
Loans	30,891.31	30,891.31	-	-	30,891.31
Financial liabilities					
Debt securities	30,724.42	30,724.42	30,724.42	-	-
	-	-	-	-	-

39.4. The following table shows an analysis of financial instruments recorded at fair value by level of the fair value hierarchy.

Particulars	**As at 31 March 2026**			
	Level 1	**Level 2**	**Level 3**	**Total**
Assets measured at fair value on a recurring basis				
Investments				
Equity instruments	**5.96**	**-**	**-**	**5.96**
Mutual Fund	**450.30**	**-**	**-**	**450.30**
AIF Fund	**-**	**393.50**	**-**	**393.50**
Total financial assets measured at fair value on a recurring basis	**456.26**	**393.50**	**-**	**849.76**

Particulars	**As at 31 March 2025**			
	Level 1	**Level 2**	**Level 3**	**Total**
Assets measured at fair value on a recurring basis				
Investments				
Equity instruments	5.81	-	-	**5.81**
Mutual Fund	29.59	-	-	**29.59**
AIF Fund	-	244.26	-	**244.26**
Total financial assets measured at fair value on a recurring basis	**35.40**	**244.26**	**-**	**279.66**

39.5. Fair valuation principles :

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction in the principal (or most advantageous) market at the measurement date under current market conditions (i.e., an exit price), regardless of whether that price is directly observable or estimated using a valuation technique. The Company uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximising the use of relevant observable inputs and minimising the use of unobservable inputs.

The Company's fair value methodology and the governance over its models includes a number of controls and other procedures to ensure appropriate safeguards are in place to ensure its quality and adequacy. Where fair values are determined by reference to externally quoted prices or observable pricing inputs to models, independent price determination or validation is used. For inactive markets, Company sources alternative market information, with greater weight given to formation that is considered to be more relevant and reliable.

39.6. Fair valuation techniques :

Equity instruments
The equity instruments which are actively traded on recognised stock exchanges are valued at readily available active prices on a regular basis. Such instruments are classified as Level 1. Equity instruments in non-listed entities are initially measured at transaction price and re-measured at each reporting date at valuation provided by external valuer at instrument level. Such unlisted equity securities are classified at Level 2.

Units of Alternative Investment Funds (AIFs)
Units held in AIFs are measured based on fund net asset value (NAV), taking into account redemption and/or other restrictions. Such instruments are classified at Level 2.

Units of Mutual Fund
Open-ended funds that are redeemable at any time, and reports daily Net Asset Value (NAV) and for which sufficient subscriptions and redemptions occur at NAV, are measured at NAV and classified as level 1.

39.7. Transfer between Level 1 and level 2

During the year, there were no transfers between level 1 and level 2.

40. Maturity analysis of assets and liabilities

The table below shows an analysis of assets and liabilities analysed according to when they are expected to be recovered or settled.Issued debt reflect the contractual coupon amortisations.

Particulars	As at 31 March 2026			As at 31 March 2025		
	Within 12 months	After 12 months	Total	Within 12 months	After 12 months	Total
ASSETS						
Financial assets						
(a) Cash and cash equivalents	**430.32**	**-**	**430.32**	35.39	-	35.39
(b) Bank balances other than cash and cash equivalents	**8.58**	**-**	**8.58**	10.70	-	10.70
(c) Trade Receivables	**185.82**	**-**	**185.82**	366.96	-	366.96
(d) Loans	**12,698.59**	**25,279.05**	**37,977.64**	14,452.02	16,439.29	30,891.31
(e) Investments	**456.26**	**56,806.38**	**57,262.64**	35.40	50,275.53	50,310.93
(f) Other financial assets	**72.02**	**76.25**	**148.27**	29.58	158.52	188.10
Total financial assets (A)	**13,851.59**	**82,161.68**	**96,013.27**	**14,930.05**	**66,873.34**	**81,803.39**
Non-financial assets						
(a) Current tax assets (net)	**-**	**900.47**	**900.47**	-	598.93	598.93
(b) Deferred tax assets (net)	**-**	**3,709.09**	**3,709.09**	-	3,887.56	3,887.56
(c) Property, Plant and Equipment	**-**	**2.72**	**2.72**	-	6.11	6.11
(d) Other Intangible assets	**-**	**179.50**	**179.50**	-	179.50	179.50
(e) Other non- financial assets	**28.77**	**1,138.40**	**1,167.17**	13.13	970.83	983.96
Total non-financial assets (B)	**28.77**	**5,930.18**	**5,958.95**	**13.13**	**5,642.93**	**5,656.06**
TOTAL ASSETS (C = A+B)	**13,880.36**	**88,091.86**	**101,972.22**	**14,943.18**	**72,516.27**	**87,459.45**

Particulars	As at 31 March 2026			As at 31 March 2025		
	Within 12 months	After 12 months	Total	Within 12 months	After 12 months	Total
LIABILITIES						
Financial liabilities						
(a) Trade Payables	**591.32**	**-**	**591.32**	198.91	-	198.91
(b) Debt securities	**9,823.39**	**30,025.33**	**39,848.72**	5,843.50	24,880.92	30,724.42
(c) Other financial liabilities	**625.84**	**104.05**	**729.89**	195.76	642.00	837.76
Total financial liabilities (D)	**11,040.55**	**30,129.38**	**41,169.93**	**6,238.17**	**25,522.92**	**31,761.09**
		-				
Non-financial liabilities						
(a) Current tax liabilities (net)	**-**	**-**	**-**	-	29.18	29.18
(b) Provisions	**13.53**	**-**	**13.53**	4.11	-	4.11
(c) Other non-financial liabilities	**121.44**	**-**	**121.44**	494.22	-	494.22
Total non-financial liabilities (E)	**134.97**	**-**	**134.97**	**498.33**	**29.18**	**527.51**
TOTAL LIABILITIES (F = D+E)	**11,175.52**	**30,129.38**	**41,304.90**	**6,736.50**	**25,552.10**	**32,288.60**
NET TOTAL ASSETS / (LIABILITIES) (C-F)	**2,704.84**	**57,962.48**	**60,667.32**	**8,206.68**	**46,964.17**	**55,170.85**

41. Analysis of financial liabilities, financial assets, derivatives and financial commitments by remaining contractual maturities

The table below summarises the maturity profile of the undiscounted cash flows of the Company's financial liabilities, financial assets, derivatives and financial commitments as at 31 March 2026 and 31 March 2025.

As at 31 March 2026

Non-derivative financial liabilities	**Upto 3 months**	**Between 3 to 6 months**	**Between 6 months to 1 year**	**Between 1 year to 3 years**	**More than 3 years**	**Total**
Trade payables	**591.32**	-	-	-	-	**591.32**
Debt securities	**3,606.78**	**3,277.42**	**5,507.48**	**22,908.48**	**19,073.75**	**54,373.91**
Other financial liabilities	**77.21**	**548.40**	**0.23**	**1.03**	**103.02**	**729.89**
Total undiscounted non-derivative financial liabilities	**4,275.31**	**3,825.82**	**5,507.71**	**22,909.51**	**19,176.77**	**55,695.12**

Non-derivative financial assets	**Upto 3 months**	**Between 3 to 6 months**	**Between 6 months to 1 year**	**Between 1 year to 3 years**	**More than 3 years**	**Total**
Cash and cash equivalent and other bank balances	**438.90**	-	-	-	-	**438.90**
Trade receivables	**185.82**	-	-	-	-	**185.82**
Loans	**284.19**	**5,111.60**	**7,302.80**	**23,591.10**	**1,699.93**	**37,989.62**
Investments	**456.26**	-	-	-	**56,806.38**	**57,262.64**
Other financial assets	**56.17**	-	**15.85**	**36.56**	**39.69**	**148.27**
Total undiscounted non-derivative financial assets	**1,421.34**	**5,111.60**	**7,318.65**	**23,627.66**	**58,546.00**	**96,025.25**

Commitments	**Upto 3 months**	**Between 3 to 6 months**	**Between 6 months to 1 year**	**Between 1 year to 3 years**	**More than 3 years**	**Total**
Financial Guarantee and contracts issued	**643.80**	**815.00**	**3,313.70**	**2,011.30**	**11,941.50**	**18,725.30**

As at 31 March 2025

Non-derivative financial liabilities	**Upto 3 months**	**Between 3 to 6 months**	**Between 6 months to 1 year**	**Between 1 year to 3 years**	**More than 3 years**	**Total**
Trade payables	198.91	-	-	-	-	198.91
Debt securities	713.13	740.71	6,558.88	23,865.61	9,615.11	41,493.44
Other financial liabilities	196.10	-	16.40	63.21	562.05	837.76
Total undiscounted non-derivative financial liabilities	**1,108.14**	**740.71**	**6,575.28**	**23,928.82**	**10,177.16**	**42,530.11**

Non-derivative financial assets	**Upto 3 months**	**Between 3 to 6 months**	**Between 6 months to 1 year**	**Between 1 year to 3 years**	**More than 3 years**	**Total**
Cash and cash equivalent and other bank balances	46.09	-	-	-	-	46.09
Trade receivables	366.96	-	-	-	-	366.96
Loans	377.32	9,574.70	4,500.00	14,300.30	2,150.00	30,902.32
Investments	35.40	-	-	-	50,275.53	50,310.93
Other financial assets	29.88	-	16.18	62.19	79.85	188.10
Total undiscounted non-derivative financial assets	**855.65**	**9,574.70**	**4,516.18**	**14,362.49**	**52,505.38**	**81,814.40**

Commitments	**Upto 3 months**	**Between 3 to 6 months**	**Between 6 months to 1 year**	**Between 1 year to 3 years**	**More than 3 years**	**Total**
Financial Guarantee and contracts issued	200.00	-	2,531.25	18,754.85	2,087.66	23,573.76

42. Total market risk exposure

Fair value or future cash flows of financial instruments will fluctuate due to changes in market variables such as interest rates, foreign exchange rates and equity prices.The Company classifies exposures to market risk into either trading or non–trading portfolios and manages each of those portfolios separately. Such risks the market risk for the trading portfolio is managed and monitored based on a value at risk (VaR) methodology that reflects the interdependency between risk variables. Non–trading positions are managed and monitored using other sensitivity analyses.

Particulars	As at 31 March 2026			As at 31 March 2025		
	Carrying amount	Traded risk	Non-traded risk	Carrying amount	Traded risk	Non-traded risk
Assets						
Cash and cash equivalent and other bank balances	**438.90**	**-**	**438.90**	46.09	-	46.09
Trade receivables	**185.82**	**-**	**185.82**	366.96	-	366.96
Loans - at amortised cost	**37,977.64**	**-**	**37,977.64**	30,891.31	-	30,891.31
Investments– FVTPL	**849.76**	**456.26**	**393.50**	279.66	35.40	244.26
Investments– at cost	**56,412.88**	**-**	**56,412.88**	50,031.27	-	50,031.27
Other Financial assets	**148.27**	**-**	**148.27**	188.10	-	188.10
Total	**96,013.27**	**456.26**	**95,557.01**	**81,803.39**	**35.40**	**81,767.99**
Liability						
Debt securities	**39,848.72**	**-**	**39,848.72**	30,724.42	-	30,724.42
Trade payables	**591.32**	**-**	**591.32**	198.91	-	198.91
Other financial liabilities	**729.89**	**-**	**729.89**	837.76	-	837.76
Total	**41,169.93**	**-**	**41,169.93**	**31,761.09**	**-**	**31,761.09**

43. Disclosure related to collateral

The table sets out availability of Company assets to support funding

As at 31 March 2026	Pledged as collateral	Unencumbered assets available	Unavailable as collateral	Total carrying amount
Cash and cash equivalent including bank balance	**-**	**438.90**	**-**	**438.90**
Trade receivables	**-**	**185.82**	**-**	**185.82**
Loans	**32,405.53**	**-**	**5,572.11**	**37,977.64**
Investments	**1,545.54**	**48,911.21**	**6,805.89**	**57,262.64**
Other financial assets	**-**	**51.03**	**97.24**	**148.27**
Property, plant and equipment	**-**	**2.72**	**-**	**2.72**
Intangibles assets	**-**	**-**	**179.50**	**179.50**
Other non financial assets	**-**	**-**	**1,167.17**	**1,167.17**
Total assets	**33,951.07**	**49,589.68**	**13,821.91**	**97,362.66**

As at 31 March 2025	Pledged as collateral	Unencumbered assets available	Unavailable as collateral	Total carrying amount
Cash and cash equivalent including bank balance	-	46.09	-	46.09
Trade receivables	-	366.96	-	366.96
Loans	30,138.07	753.24	-	30,891.31
Investments	-	47,413.37	2,897.56	50,310.93
Other financial assets	-	32.36	155.74	188.10
Property, plant and equipment	-	6.11	-	6.11
Intangibles assets	-	-	179.50	179.50
Other non financial assets	-	-	983.96	983.96
Total assets	**30,138.07**	**48,618.13**	**4,216.76**	**82,972.96**

44. Analysis of risk concentration

Industry analysis - risk concentration

As at 31 March 2026	Financial services	Others	Total
Financial assets			
Cash and cash equivalent and other bank balances	**438.90**	**-**	**438.90**
Trade receivables	**185.82**	**-**	**185.82**
Loans	**37,977.64**	**-**	**37,977.64**
Investments	**57,262.64**	**-**	**57,262.64**
Other financial assets	**148.27**	**-**	**148.27**
Total assets	**96,013.27**	**-**	**96,013.27**

As at 31 March 2025	Financial services	Others	Total
Financial assets			
Cash and cash equivalent and other bank balances	46.09	-	46.09
Trade receivables	366.96	-	366.96
Loans	30,891.31	-	30,891.31
Investments	50,310.93	-	50,310.93
Other financial assets	188.10	-	188.10
Total assets	**81,803.39**	**-**	**81,803.39**

45. Events after reporting date

The Company has evaluated all events that occur after balance sheet date through the date when the financial statements were issued to determine if they must be reported. The management of the Company determined that there were no reportable subsequent events.

46. Details of Benami Property held

The Company does not have any benami property, where any proceeding has been initiated or pending against the company for holding any Benami property.

47. Security of current assets against borrowings

During the year, the Company has not availed any borrowings based on the current assets.

48. Wilful Defaulter

The Company is not declared as wilful defaulter by any bank or financial Institution or other lender.

49. Relationship with Struck off Companies

Where the company has any transactions with the companies struck off under section 248 of Companies Act, 2013 or section 560 of Companies Act, 1956, the Company shall disclose the following details, namely:-

As at 31 March 2026

Name of struck off Company	Nature of transactions with struck-off Company	Amount	Relationship with the Struck off company, if any, to be disclosed
NA			

As at 31 March 2025

Name of struck off Company	Nature of transactions with struck-off Company	Amount	Relationship with the Struck off company, if any, to be disclosed
Four Seasons Hotel	Business promotion	1.28	NA
M M Enterprises	Repair and maintenance	0.67	NA

50. Registration of charges or satisfaction with Registrar of Companies (ROC)

The Company does not have any charges or satisfaction which is yet to be registered with ROC beyond the statutory period.

51. Utilisation of Borrowed funds and share premium:

A) During the year, 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:

(i) 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
(ii) provide any guarantee, security, or the like to or on behalf of the Ultimate Beneficiaries

(B) During the year, 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:

(i) 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
(ii) provide any guarantee, security, or the like to or on behalf of the Ultimate Beneficiaries

Note:
Based on the legal opinion obtained by the Company, the transactions undertaken by NBFC-CIC of borrowing/lending/investment to and from its holding/subsidiary/affiliate/group entity(ies) or borrowing from outside the Group for onward lending/investments for carrying on their respective business in ordinary course will not attract reporting under Rule 11(e) of the Companies (Audit and Auditors) Rules, 2014 (the 'Rules'). Accordingly, transactions undertaken by the Company with Edel Finance Company Limited (NBFC CIC) is not disclosed under the Rules.

52. Undisclosed income

The Company have not any such transaction which is not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961).

53. The Company Doesn't have any immovable properties whose title deeds are not held in name of the Company.

54. Loans and Advances

As at 31 March 2026

Type of Borrowers	Amount of loan or advance in the nature of loan outstanding	Aggregate amount of loans/ advances given during the year in nature of loans	Percentage to the total Loans and Advances in the nature of loans
Promoters	-	-	-
Directors	-	-	-
KMPs	-	-	-
Related Parties	**37,989.71**	**72,246.53**	**100.00%**

As at 31 March 2025

Type of Borrowers	Amount of loan or advance in the nature of loan outstanding	Aggregate amount of loans/ advances given during the year in nature of loans	Percentage to the total Loans and Advances in the nature of loans
Promoters	-	-	-
Directors	-	-	-
KMPs	-	3.00	-
Related Parties	30,902.30	35,337.92	100.00%

55. The Board of Directors at their meeting held on 30 April 2026, have recommended a final dividend of ₹ 1.50 per equity share (on face value of ₹ 1 per equity share), subject to the approval of the members at the ensuing Annual General Meeting.

56. The Company has declared and paid the final dividend of ₹ 1.50 per equity share (on face value of ₹ 1 per equity share) for the financial year ended 31 March 2025, based on the approval of the members of the Company at the Annual General Meeting held on 26 September 2025.

57. Two investor had subscribed to Security Receipts (SRs) issued by ARC trusts as a senior class investor. These SRs relate to certain loans and assets sold by ECL Finance Limited, a subsidiary of the Company, to the ARC trusts. The Company and another subsidiary, Edelweiss Securities and Investments Private Limited (ESIPL), have given a put option to the investor, guaranteeing the repayment of the total agreed payout comprising the invested amount and a minimum assured return after deducting any recoveries from the underlying assets during the period. Based on management's assessment and current cash flow projections from these assets, the likelihood of any payout under the put option is considered remote.

58. The Government of India, vide notification dated 21 November 2025, has notified the new Labour Code, basis which the Company has reassessed its employee benefit obligations based on the revised definition of wages and expanded eligibility criteria. Accordingly, based on actuarial valuation and management estimates, the Company had recognized an incremental expense of ₹ 9.99 million for the year ended 31 March 2026 on account of past service cost in accordance with Ind AS 19 – Employee Benefits and disclosed as an exceptional item. The Company continues to monitor developments relating to the implementation of the New Labour Codes and will review its estimates and assumptions as further clarifications and Rules are notified.

59. The Company has complied with the Rule 3 of Companies (Accounts) Rules, 2014 amended on 5 August 2022 relating to maintenance of electronic books of account and other relevant books and papers. The Company's books of accounts and relevant books and papers are accessible in India at all times and backup of accounts and other relevant books and papers are maintained in electronic mode within India and kept in servers physically located in India on daily basis.

60. The Company has not traded or invested in Crypto currency or Virtual Currency during the current financial year and any of the previous financial years.

61. The Company had consummated the sale of 10% stake in Edelweiss Asset Management Company Limited (EAML) and Edelweiss Trusteeship Company Limited (ETCL) that are engaged in the asset management business and 5% stake to be sold subsequently as per the terms of the share purchase agreement. Accordingly, the Company had recognized a realized gain of ₹ 2,813.59 million (pre-tax) (previous year ₹ 363.55 million on buy back of shares held in its subsidiaries)and ₹ 2,410.00 million (post-tax) in the other income.

62. The Company has a process whereby periodically all long term contracts (including derivative contracts) are assessed for material foreseeable losses. At the year end, the Company has reviewed and ensured that adequate provision as required under any law/ accounting standards for material foreseeable losses on such long term contracts (including derivative contracts) has been made in the books of accounts.

63. Ratio Analysis

	Particulars	Year Ended 31 March 2026	Year Ended 31 March 2025	% Change	Remarks
1	Debt-Equity Ratio	**0.66**	0.56	17.86%	Increased during the year is primarily due to a proportionately higher increase in borrowings compared to equity.
2	Interest Service Coverage Ratio	**2.24**	0.84	166.67%	This Ratio is improved due to a increase in profitability during the year as compared to previous year.
3	Total debt to Total assets	**0.39**	0.35	11.43%	Increased during the year is primarily due to a proportionately higher increase in borrowings.
4	Net profit margin (%)	**53.85%**	(13.54)%	497.71%	The Net Profit Margin improved significantly during the year, driven by a strong turnaround from a net loss in the previous year to profitability in the current year.

Notes:
1) Debt-equity Ratio = Total debt (Debt securities)/ Net worth
2) Interest Service Coverage Ratio = Profit before interest and Tax / interest cost
3) Total debt to Total assets = (Debt securities) / Total assets
4) Net profit margin = Net Profit for the year / Total income
5) Current ratio, Long term debt to working capital, Bad Debts to account receivables ratio, Current liability ratio, Debtors turnover, Inventory turnover and Operating margin (%) are not applicable owing to the business model of the company

64. The Company is in compliance with number of layers of companies, as prescribed under clause (87) of section 2 of the Act read with the Companies (Restriction on number of Layers) Rules, 2017.

65. Previous year's figures have been regrouped / reclassified to conform to current year presentation.

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

As per our report of even date attached

For Nangia & Co. LLP
Chartered Accountants
ICAI Firm's Registration Number: 002391C/N500069

For and on behalf of the Board of Directors of
Edelweiss Financial Services Limited

Jaspreet Singh Bedi
Partner
Membership No: 601788

Rashesh Shah
Chairman & Managing Director
DIN: 00008322

Shiva Kumar
Independent Director
DIN: 06590343

Ananya Suneja
Chief Financial Officer

Tarun Khurana
Company Secretary
Membership No: 12344

Mumbai, 30 April 2026

Mumbai, 30 April 2026

INDEPENDENT AUDITOR'S REPORT

To the Members of Edelweiss Financial Services Limited

Report on the Audit of the Standalone Financial Statements

Opinion

We have audited the accompanying Standalone Financial statements for the year ended March 31, 2025 of Edelweiss Financial Services Limited ("the Company"), which comprise the Standalone Balance Sheet as at March 31, 2025 and the Standalone Statement of Profit and Loss (including the Standalone Statement of other Comprehensive Income), the Standalone Statement of Cash Flows and the Standalone Statement of Changes in Equity for the year then ended, and notes to the standalone financial statements, including a summary of material accounting policies and other explanatory information (hereinafter referred to as "the Standalone Financial Statements").

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, as amended ("the Act") in the manner so required and give a true and fair view in conformity with the Indian accounting standards ("Ind AS") prescribed under Section 133 of the Companies Act 2013 ("the Act") as amended and other accounting principles generally accepted in India, of the Standalone state of affairs (financial position) of the Company as at March 31, 2025 its Standalone Profit (financial performance including other Comprehensive Income), its Standalone Cash Flows and the Standalone Statement of Changes in Equity for the year ended on that date.

Basis for Opinion

We conducted our audit of the standalone financial statements in accordance with the Standards on Auditing ("SAs") specified under Section 143(10) of the Act. Our responsibilities under those Standards are further described in 'the Auditor's Responsibilities for the audit of the standalone 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 ("the ICAI") together with the ethical requirements that are relevant to our audit of the standalone financial statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion on the standalone financial statements.

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 for the year ended March 31, 2025. 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. For each matter below, our description of how our audit addressed the matter is provided in that context.

We have determined the matters described below to be the key audit matters to be communicated in our report. We have fulfilled the responsibilities described in the Auditor's responsibilities for the audit of the standalone financial statements section of our report, including in relation to these matters. Accordingly, our audit included the performance of procedures designed to respond to our assessment of the risks of material misstatement of

the standalone financial statements. The results of our audit procedures, including the procedures performed to address the matters below, provide the basis for our audit opinion on the accompanying standalone financial statements.

Key audit matters	How our audit addressed the key audit matter
Impairment of investments in subsidiary companies (As described in Note 1.4.1.3 and Note 6 of the standalone financial statements)	
The Company has investments in various subsidiaries aggregating Rs. 51,631.22 million which are not listed (equity) or quoted. These investments are valued at cost and are required to be assessed for impairment in accordance with Ind AS 36, when any indicators of impairment are observed. In carrying out such impairment assessment, a significant judgement of the management is involved in estimating the investee company's "value in use", in accordance with Ind AS 36. Estimation of the value in use requires the management to apply appropriate assumptions with respect to the growth rates for future cash flow projections of the investee company and discount rates for determining present value of such cash flows. In view of the high degree of management's judgement involved in estimation of the recoverable amount of investments in unlisted subsidiaries and the inherent uncertainty relating to the assumptions supporting such estimates, we considered this area as a key audit matter.	Our audit procedures included considering the appropriateness of the processes laid down by the management for assessment of impairment in the value of investments in subsidiaries combined with procedures performed as follows: • Considered management's assessment of impairment from the management experts wherever considered necessary and assessed whether any impairment indicators existed for investment in individual subsidiaries. • Traced the net-worth of the individual subsidiaries to their audited financial statements to assess whether any impairment indicators were present. • Assessed information used to determine the key assumptions, including growth rates and discount rates. • Assessed the disclosures relating to investments in subsidiaries included in the standalone financial statements in accordance with the requirements of Ind AS.
IT systems and controls	
Financial accounting and reporting processes, especially in the financial services sector, are fundamentally reliant on IT systems and IT controls to process significant transaction, hence we identified IT systems and controls as a key audit matter for the Company. Automated accounting procedures and IT environment controls, which include IT governance, general IT controls over program development and changes, access to programs and data and IT operations, are required to be designed and to operate effectively to ensure reliable financial reporting.	Our audit procedures focused on the IT infrastructure and applications relevant to financial reporting of the Company: • Tested the design and operating effectiveness of the Company's IT access controls over the information systems that are important to financial reporting and various interfaces, configuration, and other identified application controls. • Tested IT general controls (logical access, changes management and aspects of IT operational controls). This included testing requests for access to systems were reviewed and authorized. • Tested the Company's periodic review of access rights. Also tested requests of changes to systems for approval and authorization. • In addition to the above, tested the design and operating effectiveness of certain automated controls that were considered as key internal controls.

	• Tested the design and operating effectiveness of compensating controls in case deficiencies were identified and where necessary, extended the scope of our substantive audit procedures.

Information Other than the Financial Statements and Auditor's Report thereon

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Board report and Annual report, but does not include the standalone financial statements and our auditor's report thereon. The Board report and Annual report is expected to be made available to us after the date of this auditor's report.

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 standalone financial statements, our responsibility is to read the other information identified above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the standalone financial statements, or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.

Management's and Board of Director's Responsibilities for the Standalone Financial Statements

The Company's Management and Board of Directors are responsible for the matters stated in Section 134(5) of 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 including other Comprehensive Income , Cash Flows and Changes in Equity of the Company in accordance with the accounting principles generally accepted in India, including the Ind AS specified under Section 133 of the Act read with the Companies (Indian Accounting Standards) Rules 2015, as amended. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; the 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 standalone financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the standalone financial statements, Management and the Board of Directors are 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 and the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Managements and the Board of Directors are also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Standalone Financial Statements

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

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

- Identify and assess the risks of material misstatement of the standalone 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.

- Obtain an understanding of internal financial controls 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 with reference to standalone financial statements in place and the operating effectiveness of such controls.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by Management and the Board of Directors.

- Conclude on the appropriateness of Management's and the Board of Directors' 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 standalone 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.

- Evaluate the overall presentation, structure and content of the standalone financial statements, including the disclosures and whether the standalone financial statements represents the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance of the Company 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 standalone financial statements for the financial year ended March 31, 2025, 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.

Report on Other Legal and Regulatory Requirements

1. 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 Act, we give in the "Annexure 1" a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

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

   (a) 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.

(b) 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.

(c) The Standalone Balance Sheet, the Standalone Statement of Profit and Loss including the Standalone Statement of other Comprehensive Income, and the Standalone Statement of Cash Flow and Standalone Statement of Changes in Equity dealt with by this Report are in agreement with the books of account.

(d) In our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Companies (Indian Accounting Standards) Rules,2015, as amended.

(e) On the basis of the written representations received from the directors as on March 31, 2025 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2025 from being appointed as a director in terms of Section 164 (2) of the Act.

(f) With respect to the adequacy of the internal financial controls over financial reporting of the Company with reference to these standalone financial statements and the operating effectiveness of such controls, refer to our separate Report in "Annexure 2".

(g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended, in our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Company to its directors during the year is in accordance with the provisions of section 197 of the Act.

(h) 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) Rules, 2014, as amended in our opinion and to the best of our information and according to the explanations given to us:

i. The Company has disclosed the impact of pending litigations on its financial position in its standalone financial statements – (Refer Note 33(1)(a) and (b) to the standalone financial statements).

ii. The Company has made provision, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long-term contracts including derivative contracts - (Refer Note 65 to the standalone financial statements).

iii. There has been no delay in transferring amounts, required to be transferred to the Investor Education and Protection Fund by the Company.

iv. (a) The Management has represented that, to the best of its knowledge and belief, as disclosed in the note 52 (A) to the standalone financial statements, during the year 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 or entity, 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.

(b) The Management has represented, that, to the best of it's knowledge and belief, as disclosed in the note 52 (B) to the standalone financial statements, during the year no funds have been received by the Company from any person or entity, 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; and

(c) Based on the audit procedures performed that have 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 (a) and (b) contain any material misstatement.

v. The final dividend paid by the Company during the year in respect of the same declared for the previous year is in accordance with Section 123 of the Act to the extent it applies to payment of dividend.

As stated in note 56 to the standalone financial statements, the Board of Directors of the Company have proposed final dividend for the year which is subject to the approval of the members at the ensuing Annual General Meeting. The dividend declared is in accordance with Section 123 of the Act to the extent it applies to declaration of dividend.

vi. 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 operated throughout the year for all relevant transactions recorded in the software. Further, during the course of our audit we did not come across any instance of audit trail feature being tampered with and the audit trail has been preserved by the Company as per the statutory requirement for record retention.

For Nangia & Co. LLP
Chartered Accountants
FRN: 002391C/N500069

Jaspreet Singh Bedi
Partner
Membership No.: 601788
UDIN: 25601788BMKSCV5266

Place: Mumbai
Date: May 14, 2025

Annexure 1 referred to in paragraph 1 under the heading "Report on other legal and regulatory requirements" of our Report of Even Date on the Standalone Financial Statements of Edelweiss Financial Services Limited

In terms of the information and explanations sought by us and given by the Company and the books of account and records examined by us in the normal course of audit and to the best of our knowledge and belief, we state that:

(i) (a) (A) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment.

(a) (B) The Company has maintained proper records showing full particulars of intangible assets.

(b) All Property, Plant and Equipment were physically verified by the management in the previous years in accordance with a planned programme of verifying them once in three years which is reasonable having regard to the size of the Company and the nature of its assets.

(c) According to information and explanations given to us, the title deeds of all the immovable properties are held in the name of the Company.

(d) The Company has not revalued its Property, Plant and Equipment or intangible assets during the year ended March 31, 2025.

(e) According to information and explanations given to us, there are no proceedings initiated or are pending against the Company for holding any benami property under the Prohibition of Benami Property Transactions Act, 1988 and rules made thereunder.

(ii) (a) The Company's business does not require maintenance of inventories and, accordingly, the requirement to report on clause 3(ii)(a) of the Order is not applicable to the Company.

(b) The company was sanctioned working capital limits exceeding Rs. 5 crore in aggregate from banks and financial institutions during the year, secured against current assets. However, there were no outstanding working capital loans at the end of any quarter, as the limits were fully repaid within the respective quarters. Consequently, the requirement to file quarterly returns or statements with such banks or financial institutions was not applicable. Accordingly, reporting under Clause 3(ii)(b) of the Order is not applicable.

(iii) (a) During the year the Company has provided loans, advances in the nature of loans, stood guarantee and provided security to companies as follows:

(Rs. in million)

Particulars	Guarantees	Security	Loans	Advances in nature of Loans
Aggregate amount granted/ provided during the year				
- Subsidiaries	22,100.00	Nil	35,272.92	Nil
- Others	Nil	Nil	Nil	Nil
Balance outstanding as at balance sheet date in respect of above cases				
- Subsidiaries	17,404.80 (*)	Nil	26,355.73(**)	Nil
- Others	Nil	Nil	Nil	Nil

* Guarantees originally sanctioned against the above was Rs. 22,200.00 million

**Includes principal and accrued interest

(b) During the year the investments made, guarantees provided, security given and the terms and conditions of the grant of all loans and advances in the nature of loans and guarantees to Companies are not prejudicial to the Company's interest.

(c) The Company has granted loans to group companies where the schedule of repayment of principal and payment of interest has been stipulated and the repayment or receipts are regular. As represented by the Management, there are no loans given to other than group companies.

(d) There are no amounts of loans and advances in the nature of loans granted to companies which are overdue for more than ninety days.

(e) There were no loans or advance in the nature of loan granted to group companies which had fallen due during the year, that have been renewed or extended or fresh loans granted to settle the overdues of existing loans given to the same parties.

(f) According to information and explanations given to us, 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 to group companies. Accordingly, the requirement to report on clause 3(iii)(f) of the Order is not applicable to the Company.

(iv) In our opinion and according to the information and explanations given to us, the Company has not advanced loans to directors / to a Company in which the director is interested to which provisions of Section 185 of the Companies Act 2013 apply and hence not commented upon. The Company has made investments/ given loans /guarantees/ provided security which is in compliance to the provisions of Section 186 of the Companies Act 2013.

(v) The Company has neither accepted any deposits from the public nor accepted any amounts which are deemed to be deposits within the meaning of Sections 73 to 76 of the Companies Act and the rules made thereunder, to the extent applicable. Accordingly, the requirement to report on clause 3(v) of the Order is not applicable to the Company.

(vi) The Central Government has not specified the maintenance of cost records under Section 148(1) of the Companies Act, 2013, for the products/services of the Company.

(vii) (a) According to information and explanations given to us, the Company is generally regular in depositing with appropriate authorities undisputed statutory dues including goods and services tax, provident fund, employees' state insurance, income-tax, cess and other statutory dues applicable to it. The provisions relating to duty of customs and duty of excise are currently not applicable to the Company. According to the information and explanations given to us and based on audit procedures performed by us, no undisputed amounts payable in respect of these statutory dues were outstanding, at the year end, for a period of more than six months from the date they became payable.

(b) According to records of the Company, the dues of goods and services tax, provident fund, employees' state insurance, income-tax, service tax, and other statutory dues have not been deposited on account of any dispute, are as follows:

(Rs. in million)

Name of the statue	Nature of dues	Gross Demand	Paid under Protest	Period to which the amount relates	Forum where the dispute is pending
Income Tax Act, 1961	Income Tax	3.23	-	AY 2001-02	High Court
Income Tax Act, 1961	Income Tax	141.38	-	AY 2009-10	High Court
Income Tax Act, 1961	Income Tax	237.89	-	AY 2010-11	High Court

Name of the statue	Nature of dues	Gross Demand	Paid under Protest	Period to which the amount relates	Forum where the dispute is pending
Income Tax Act, 1961	Income Tax	101.40	-	AY 2011-12	High Court
Income Tax Act, 1961	Income Tax	91.24	-	AY 2012-13	High Court
Income Tax Act, 1961	Income Tax	23.13	-	AY 2013-14	High Court
Income Tax Act, 1961	Income Tax	20.20	-	AY 2014-15	High Court
Income Tax Act, 1961	Income Tax	50.66	-	AY 2016-17	High Court
Income Tax Act, 1961	Income Tax	54.33	-	AY 2017-18	High Court
Income Tax Act, 1961	Income Tax	61.25	-	AY 2018-19	High Court
Income Tax Act, 1961	Income Tax	265.67		AY 2019-20	CIT (A)
Income Tax Act, 1961	Income Tax	118.12	-	AY 2020-21	High Court
Service Tax	Service Tax	430.75	16.15	FY 2008-09 to 2011-12	CESTAT, Mumbai
Service Tax	Service Tax	119.75	-	FY 2009-10 up to Jun 2012	CESTAT, Mumbai
Goods and Services Tax Act, 2017	Goods and Services Tax	3.03	0.15	FY 2018-19	Commissioner (Appeals)
Goods and Services Tax Act, 2017	Goods and Services Tax	9.60	0.53	FY 2019-20	Commissioner (Appeals)

(viii) According to the information and explanations given to us, the Company has not surrendered or disclosed any transaction, previously unrecorded in the books of account, in the tax assessments under the Income Tax Act, 1961 as income during the year.

(ix) (a) According to the information and explanations given to us, the Company has not defaulted in repayment of loans or other borrowings or in the payment of interest thereon to any lender.

(b) The Company has not been declared wilful defaulter by any bank or financial institution or government or any government authority.

(c) According to the information and explanations given to us, the Company did not have any term loan outstanding during the year hence, the requirement to report on clause (ix)(c) of the Order is not applicable to the Company.

(d) According to the information and explanations given to us and on an overall examination of the standalone financial statements of the Company, no funds raised on short-term basis have been used for long-term purposes by the Company.

(e) 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 taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries.

(f) According to the information and explanations given to us, the Company has not raised loans during the year on the pledge of securities held in its subsidiaries companies.

(x) (a) As per management and information provided, monies raised during the year by the Company by way of public offer (including debt instruments) were applied for the purpose for which they were raised.

(b) 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 made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year and accordingly, the requirement to report on Clause (x)(b) of the Order is not applicable to the Company.

(xi) (a) According to the information and explanations given to us**,** no fraud by the Company or on the Company has been noticed or reported during the year.

(b) During the year, no report under sub-section (12) of Section 143 of the Companies Act, 2013 has been filed by secretarial auditor or by us in Form ADT – 4 as prescribed under Rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government.

(c) As represented to us by the management, there are no whistle blower complaints received by the company during the year.

(xii) The Company is not a Nidhi Company as per the provisions of the Companies Act, 2013. Therefore, the requirement to report on clause 3(xii)(a), (b) and (c) of the Order is not applicable to the Company.

(xiii) According to the information and explanations given to us, transactions with the related parties are in compliance with Sections 177 and 188 of Companies Act, 2013 where applicable and the details have been disclosed in the notes to the standalone financial statements, as required by the applicable accounting standards.

(xiv) (a) According to the information and explanations given to us, the Company has an internal audit system commensurate with the size and nature of its business.

(b) The internal audit reports of the Company issued till the date of the audit report, for the period under audit have been considered by us.

(xv) According to the information and explanations given to us, the Company has not entered into any non-cash transactions with its directors or persons connected with its directors and hence requirement to report on clause 3(xv) of the Order is not applicable to the Company.

(xvi) (a) The provisions of Section 45-IA of the Reserve Bank of India Act, 1934 (2 of 1934) are not applicable to the Company. Accordingly, the requirement to report on clause (xvi)(a) of the Order is not applicable to the Company.

(b) The Company has not conducted any Non-Banking Financial activities without obtained a valid Certificate of Registration (CoR) from the Reserve Bank of India as per the Reserve Bank of India Act, 1934.

(c) The Company is not a Core Investment Company as defined in the regulations made by Reserve Bank of India. Accordingly, the requirement to report on clause 3(xvi)(c) of the Order is not applicable to the Company.

(d) According to the information and explanation given to us, the Group has one core investment company as part of Group.

(xvii) According to the information and explanations given to us and on the basis of our examination of records, The company has incurred cash losses of Rs. 248.95 million in the current year and NIL in the immediately preceding financial year

(xviii) There has been no resignation of statutory auditors during the year and accordingly requirement to report on clause 3(xviii) of the Order is not applicable to the Company.

(xix) On the basis of the financial ratios disclosed in note 66 to the standalone financial statements, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the standalone financial statements, our knowledge of the Board of Directors and management plans and based on our examination of the evidence supporting the assumptions, nothing has

come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report that 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 up to 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) In respect of other than ongoing projects, there are no unspent amounts that are required to be transferred to a fund specified in Schedule VII of the the Act, in compliance with second proviso to sub section (5) of Section 135 of the Act. This matter has been disclosed in note 26(b) to the standalone financial statements.

(b) There are no unspent amounts in respect of ongoing projects, that are required to be transferred to a special account in compliance of provision of sub section (6) of Section 135 of Companies Act. This matter has been disclosed in note 26(b) to the standalone financial statements.

For Nangia & Co. LLP
Chartered Accountants
FRN: 002391C/N500069

Jaspreet Singh Bedi
Partner
Membership No.: 601788
UDIN: 25601788BMKSCV5266

Place: Mumbai
Date: May 14, 2025

"ANNEXURE 2" TO THE INDEPENDENT AUDITOR'S REPORT OF EVEN DATE ON THE STANDALONE FINANCIAL STATEMENTS OF EDELWEISS FINANCIAL SERVICES LIMITED

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

To the Members of Edelweiss Financial Services Limited

We have audited the internal financial controls over financial reporting with reference to Standalone Financial Statements of Edelweiss Financial Services Limited ("the Company") as of March 31, 2025 in conjunction with our audit of the Standalone Financial Statements of the Company for the year ended on that date.

Management's and the Board of Director's Responsibility for Internal Financial Controls

The Company's management and the Board of Director is responsible for establishing and maintaining internal financial controls based on 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 ("the 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 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 Act.

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 the ICAI and deemed to be prescribed under Section 143(10) of the Act, 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 ICAI. 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 judgement, including the assessment of the risks of material misstatement of the standalone 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 with reference to Standalone Financial Statements is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of standalone financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting with reference to Standalone Financial Statements 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 standalone financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the standalone 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, 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 March 31, 2025, 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 ICAI.

For Nangia & Co. LLP
Chartered Accountants
FRN: 002391C/N500069

Jaspreet Singh Bedi
Partner
Membership No.: 601788
UDIN: 25601788BMKSCV5266

Place: Mumbai
Date: May 14, 2025

Edelweiss Financial Services Limited

Standalone Balance Sheet as at 31 March 2025

CIN-L99999MH1995PLC094641

(Currency: Indian rupees in millions)

Particulars	Note No.	As at 31 March 2025	As at 31 March 2024
ASSETS			
Financial assets			
(a) Cash and cash equivalents	2	**35.39**	461.03
(b) Bank balances other than cash and cash equivalents	3	**10.70**	9.48
(c) Trade receivables	4	**366.96**	154.50
(d) Loans	5	**30,891.31**	36,382.39
(e) Investments	6	**50,310.93**	46,080.37
(f) Other financial assets	7	**188.10**	104.59
Total financial assets		**81,803.39**	83,192.36
Non-financial assets			
(a) Current tax assets (net)		**598.93**	826.03
(b) Deferred tax assets (net)	8	**3,887.56**	3,803.28
(c) Property, plant and equipment	9	**6.11**	6.96
(d) Other intangible assets	9	**179.50**	-
(e) Other non-financial assets	10	**983.96**	960.50
Total Non-financial assets		**5,656.06**	5,596.77
TOTAL ASSETS		**87,459.45**	88,789.13
LIABILITIES AND EQUITY			
LIABILITIES			
Financial liabilities			
(a) Trade payables	11		
(i) total outstanding dues of micro enterprises and small enterprises		-	-
(ii) total outstanding dues of creditors other than micro enterprises and small enterprises		**198.91**	3,112.59
(b) Debt securities	12	**30,724.42**	28,079.84
(c) Borrowings (other than debt securities)	13	**-**	1,597.39
(d) Other financial liabilities	14	**837.76**	1,288.74
Total financial liabilities		**31,761.09**	34,078.56
Non-financial liabilities			
(a) Current tax liabilities (net)		**29.18**	29.21
(b) Provisions	15	**4.11**	4.00
(c) Other non-financial liabilities	16	**494.22**	48.93
Total non-financial liabilities		**527.51**	82.14
TOTAL LIABILITIES		**32,288.60**	34,160.70
EQUITY			
(a) Equity share capital	17	**921.40**	898.89
(b) Other equity	18	**54,249.45**	53,729.54
TOTAL EQUITY		**55,170.85**	54,628.43
TOTAL LIABILITIES AND EQUITY		**87,459.45**	88,789.13

The accompanying notes are an integral part of the Standalone Financial Statements. 1 to 69

As per our report of even date attached

For Nangia & Co. LLP
Chartered Accountants
ICAI Firm's Registration Number: 002391C/N500069

Jaspreet Singh Bedi
Partner
Membership No: 601788

Mumbai, 14 May 2025

For and on behalf of the Board of Directors of
Edelweiss Financial Services Limited

Rashesh Shah
Chairman & Managing Director
DIN: 00008322

Vidya Shah
Non- Executive Director
DIN: 00274831

Ananya Suneja
Chief Financial Officer

Tarun Khurana
Company Secretary
Membership No: 12344

Mumbai, 14 May 2025

Edelweiss Financial Services Limited

Standalone Statement of profit and loss for the year ended 31 March 2025

CIN-L99999MH1995PLC094641

(Currency: Indian rupees in millions)

Particulars	Note No.	For the year ended 31 March 2025	For the year ended 31 March 2024
Revenue from operations			
Interest income	19	**4,140.40**	4,079.80
Dividend income		**413.11**	-
Fee and commission income	20	**362.21**	399.11
Net gain/(loss) on fair value changes	21	**(1,531.98)**	(5,870.18)
Total revenue from operations		**3,383.74**	(1,391.27)
Other income	22	**450.40**	11,668.09
Total income		**3,834.14**	10,276.82
Expenses			
Finance costs	23	**3,441.25**	3,268.90
Impairment on financial instruments	24	**7.04**	3.33
Employee benefits expense	25	**341.97**	347.21
Depreciation and amortisation	9	**2.31**	3.29
Other expenses	26	**584.13**	1,498.84
Total expenses		**4,376.70**	5,121.57
Profit /(loss) before tax		**(542.56)**	5,155.25
Tax expense:	27 & 28		
Current tax		**57.14**	111.36
Deferred tax		**(80.62)**	(1,908.23)
Profit/(loss) for the year		**(519.08)**	6,952.12
Other comprehensive income/(loss)			
Items that will not be reclassified to profit or loss			
Re-measurements of the defined benefit plans		**(15.95)**	(4.27)
Tax relating to items that will not be reclassified to profit or loss		**4.03**	-
Other comprehensive income/(loss)		**(11.92)**	(4.27)
Total comprehensive income/(loss)		**(531.00)**	6,947.85
Earnings per share (₹) (Face value ₹ 1 each)	29		
- Basic (₹)		**(0.57)**	7.73
- Diluted (₹)		**(0.56)**	7.72

The accompanying notes are an integral part of the Standalone Financial Statements 1 to 69

As per our report of even date attached

For Nangia & Co. LLP
Chartered Accountants
ICAI Firm's Registration Number: 002391C/N500069

Jaspreet Singh Bedi
Partner
Membership No: 601788

Mumbai, 14 May 2025

For and on behalf of the Board of Directors of
Edelweiss Financial Services Limited

Rashesh Shah
Chairman & Managing Director
DIN: 00008322

Vidya Shah
Non- Executive Director
DIN: 00274831

Ananya Suneja
Chief Financial Officer

Tarun Khurana
Company Secretary
Membership No: 12344

Mumbai, 14 May 2025

Edelweiss Financial Services Limited

Standalone Statement of Cash Flows for the year ended 31 March 2025

CIN-L99999MH1995PLC094641

(Currency: Indian rupees in millions)

	Particulars	For the year ended 31 March 2025	For the year ended 31 March 2024
A	**Cash flow from operating activities**		
	Profit / (loss) before tax	**(542.56)**	5,155.25
	Adjustments for:		
	Depreciation and amortisation	**2.31**	3.29
	Fair value change in investments	**7.30**	(1,849.30)
	Fair value change in provisions and other financial liabilities	**172.90**	220.60
	(Profit) / loss on sale of investments	**(413.40)**	(11,576.00)
	Impairment / (reversal) on financial instruments	**7.04**	3.33
	Interest on income tax refund	**(10.60)**	-
	Dividend on investments	**(413.11)**	-
	Interest income	**(4,140.40)**	(4,079.80)
	Expense on employee stock option plans/stock appreciation rights	**26.71**	(27.40)
	Finance costs	**3,441.25**	3,268.90
	Operating cash flow before working capital changes	**(1,862.56)**	(8881.13)
	Adjustments for working capital changes:		
	Decrease /(increase) in trade receivables	**(219.20)**	147.80
	Decrease /(increase) in other financial assets	**(83.50)**	95.30
	Decrease /(increase) in other non-financial assets	**(23.50)**	157.90
	(Decrease)/increase in in trade payables	**(2,913.70)**	878.60
	(Decrease)/increase in provisions and other financial liabilities	**(707.92)**	(5,317.40)
	(Decrease)/increase in other non-financial liabilities	**445.20**	33.90
	Cash generated from / (used in) operations	**(5,365.18)**	(12,885.03)
	Income taxes (net of refund)	**180.40**	227.17
	Net cash generated from / (used in) operating activities - A	**(5,184.78)**	(12,657.86)
B	**Cash flow from investing activities**		
	(Purchase)/ sale of property, plant and equipment[1]	**(1.40)**	0.10
	Purchase of other intangibles assets	**(179.50)**	-
	Purchase of investments	**(4,310.82)**	(12,749.20)
	Sale of investments	**492.47**	28,646.63
	Dividend on investments	**413.10**	-
	Maturity /(investment) in other bank balances[1]	**(1.20)**	29.70
	Loan (given) / Repayment of loans (Refer note 1 below)	**5,484.70**	(7,359.23)
	Interest received	**4,140.40**	4,079.80
	Net cash generated from / (used in) investing activities - B	**6,037.75**	12,647.80
C	**Cash flow from financing activities**		
	Proceeds from exercise of stock options (including securities premium)	**50.90**	2.76
	Proceeds from sale of shares held by Employee Welfare Trust	**2,439.90**	-
	Proceeds from debt securities	**10,489.39**	9,013.81
	Repayment of debt securities	**(8,112.50)**	(6,875.69)
	Proceeds from/(repayment of) borrowings (other than debt securities) (Refer note 1 below)	**(1,597.41)**	1,597.41
	Dividend paid	**(1,375.40)**	(1,403.59)
	Finance cost paid	**(3,173.49)**	(3,213.70)
	Net cash generated from / (used in) financing activities - C	**(1,278.61)**	(879.00)
	Net (decrease) / increase in cash and cash equivalents (A+B+C)	**(425.64)**	(889.06)
	Cash and cash equivalents as at the beginning of the year	**461.03**	1,350.09
	Cash and cash equivalents as at the end of the year (refer note 4 below)	**35.39**	461.03

[1]Net figures have been reported on account of volume of transactions.

Notes:

1. Cash receipts and payments for transactions with group companies in which the turnover is quick, the amounts are large, and the maturities are short are presented on net basis in accordance with Ind AS 7 Statement of Cash Flows.

2. Cash Flow Statement has been prepared under the indirect method as set out in Ind AS 7 prescribed under the Companies (Indian Accounting Standards) Rules, 2015 under the Companies Act, 2013.

3. Refer note 32 for changes in liabilities arising from financing activities.

4.Components of cash and cash equivalents

Particulars	As at 31 March 2025	As at 31 March 2024
Cash on hand	**0.01**	0.01
Balances with banks		
- current accounts	**35.38**	461.02
Total	**35.39**	461.03

The accompanying notes are an integral part of the Standalone Financial Statements 1 to 69

As per our report of even date attached

For Nangia & Co. LLP
Chartered Accountants
ICAI Firm's Registration Number: 002391C/N500069

For and on behalf of the Board of Directors of
Edelweiss Financial Services Limited

Jaspreet Singh Bedi
Partner
Membership No: 601788

Rashesh Shah
Chairman & Managing Director
DIN: 00008322

Vidya Shah
Non- Executive Director
DIN: 00274831

Ananya Suneja
Chief Financial Officer

Tarun Khurana
Company Secretary
Membership No: 12344

Mumbai, 14 May 2025

Mumbai, 14 May 2025

Edelweiss Financial Services Limited

Standalone Statement of Changes in Equity for the year ended 31 March 2025

CIN-L99999MH1995PLC094641

(Currency : Indian rupees in millions)

A. Equity share capital

Particulars	As at 31 March 2025	As at 31 March 2024
Balance at the beginning of the year	**898.89**	898.38
Changes in Equity Share Capital due to prior period errors	-	-
Restated balance at the beginning of the year	**898.89**	898.38
Changes in equity share capital during the year	**22.51**	0.51
Balance at the end of the year	**921.40**	898.89

Refer note 17 for detailed quantitative information including investors holding more than 5% of equity share capital.

B. Other equity

Particulars	Reserves and Surplus						Total
	Share application money pending allotment	Capital Redemption Reserve	Securities Premium	Employee Stock Option Plan (ESOP) reserve/Stock appreciation rights (SAR)	General reserve	Retained earnings	
Balance at 01 April 2023	**-**	**2.03**	**30,695.15**	**698.72**	**508.64**	**39,749.71**	**71,654.25**
Profit/(loss) for the year	-	-	-	-	-	6,952.12	6,952.12
Changes in accounting policy or prior period errors	-	-	-	-	-	-	-
Other comprehensive income/(loss)	-	-	-	-	-	(4.27)	(4.27)
Total comprehensive income for the year	**-**	**-**	**-**	**-**	**-**	**6,947.85**	**6,947.85**
Dividends to equity shareholders	-	-	-	-	-	(1,110.47)	(1,110.47)
Transfers on exercise of ESOP & SAR	-	-	24.65	(24.65)	-	-	-
Issue of equity instruments on ESOP & SAR	(17.14)	-	16.63	-	-	-	(0.51)
Share application money received	19.39	-	-	-	-	-	19.39
ESOP & SAR charges transferred to reserves	-	-	-	(52.84)	-	52.84	-
Reversal on account of lapses of ESOP & SAR	-	-	-	(295.19)	-	-	(295.19)
ESOP charge	-	-	-	9.60	-	-	9.60
SAR charge	-	-	-	36.42	-	-	36.42
On account of demerger of wealth management business	-	-	-	-	-	(23,531.80)	(23,531.80)
Balance at 31 March 2024	**2.25**	**2.03**	**30,736.43**	**372.06**	**508.64**	**22,108.13**	**53,729.54**
Profit/(loss) for the year	-	-	-	-	-	(519.08)	(519.08)
Changes in accounting policy or prior period errors	-	-	-	-	-	-	-
Other comprehensive income/ (loss)	-	-	-	-	-	(11.92)	(11.92)
Total comprehensive income/ (loss) for the year	**-**	**-**	**-**	**-**	**-**	**(531.00)**	**(531.00)**
Dividends to equity shareholders	-	-	-	-	-	(1,375.40)	(1,375.40)
Transfers on exercise of ESOP & SAR	-	-	105.15	(105.15)	-	-	-
Issue of equity instruments on ESOP & SAR	(52.84)	-	50.80	-	-	-	(2.04)
Share application money received	50.94	-	-	-	-	-	50.94
ESOP & SAR charges transferred to reserves	-	-	-	(1.62)	-	1.62	-
Reversal on account of lapses of ESOP & SAR	-	-	-	(98.46)	-	-	(98.46)
ESOP charge	-	-	-	1.80	-	-	1.80
SAR charge	-	-	-	55.65	-	-	55.65
On account of sale of EFSL shares held by Employee Welfare Trust	-	-	773.41	-	-	1,645.01	2,418.42
Balance at 31 March 2025	**0.35**	**2.03**	**31,665.79**	**224.28**	**508.64**	**21,848.36**	**54,249.45**

Refer note 18 for information on nature of reserves maintained by the Company.

Notes:

1. Edelweiss Employees Welfare Trust and Edelweiss Employees Incentive and Welfare Trust are extension of Company's financial statements, these trusts are holding 2,44,30,780 (Previous year 44,896,780) number of equity shares amounting to ₹ 24.43 million (Previous year ₹ 44.90 million). These are treasury shares and deducted from total outstanding equity shares.

2. Two Employee Welfare Trust(s) hold an aggregate 2,44,30,780 (Previous year 44,896,780) equity shares of the Company for incentive and welfare benefits for group employees as per extant applicable SEBI regulations. Pursuant to the exercise of rights available under Regulation 29 of SEBI (Share Based Employee Benefits) Regulations, 2014, the Company has applied, before the expiry date of 27 October 2019, for extension of the time limit for disposing of aforesaid equity shares. The said application is under consideration and approval for extension from SEBI is awaited as at date.

The accompanying notes are an integral part of the Standalone Financial Statements 1 to 69

As per our report of even date attached

For Nangia & Co. LLP
Chartered Accountants
ICAI Firm's Registration Number: 002391C/N500069

Jaspreet Singh Bedi
Partner
Membership No: 601788

Mumbai, 14 May 2025

For and on behalf of the Board of Directors of
Edelweiss Financial Services Limited

Rashesh Shah
Chairman & Managing Director
DIN: 00008322

Vidya Shah
Non- Executive Director
DIN: 00274831

Ananya Suneja
Chief Financial Officer

Tarun Khurana
Company Secretary
Membership No: 12344

Mumbai, 14 May 2025

1. Background

Edelweiss Financial Services Limited ('the Company') Public Limited company domiciled in India, and incorporated under the provision of Companies Act, 1956 and is registered with Securities and Exchange Board of India (SEBI) as Category I – Merchant Banker. The Company was incorporated on November 21, 1995 and is the ultimate holding company of Edelweiss group of companies. The Company has its registered office at Edelweiss House, Off C.S.T. Road, Kalina, Mumbai, India.

The Company is principally engaged in providing investment banking services and holding company activities comprising of development, managerial and financial support to the business of Edelweiss group entities.

The financial statements have been approved for issue by the Board of Directors of the Company on 14 May 2025.

Material accounting policies

1.1 Basis of preparation of financial statements

The standalone financial statements have been prepared in accordance with the Indian Accounting Standards ('Ind AS') as per the Companies (Indian Accounting Standards) Rules, 2015, as amended by the Companies (Indian Accounting Standards) Rules, 2016, notified under Section 133 of the Companies Act, 2013 ('the Act'), other relevant provisions of the Act and other accounting principles generally accepted in India.

These standalone financial statements have been prepared on a historical cost basis, except for derivative financial instruments and other financial assets held for trading, which have been measured at fair value. The standalone financial statements are presented in Indian Rupees (INR) and all values are rounded to the nearest million, except when otherwise indicated.

These financial statements are prepared on a going concern basis in accordance with the Ind AS 1. The management is in view that the Company shall be able to continue its business for the foreseeable future and no material uncertainty exists that may cast significant doubt on the going concern assumption.

1.2 Presentation of standalone financial statements

The Company presents its standalone statement of assets and liabilities in order of liquidity in compliance with the Division III of the Schedule III to the Companies Act, 2013. An analysis regarding recovery or settlement within 12 months after the reporting date (current) and more than 12 months after the reporting date (non-current).

The Company generally reports financial assets and financial liabilities on a gross basis in the Balance Sheet. They are offset and reported net only where it has legally enforceable right to offset the recognized amounts and the Company intends to either settle on a net basis or to realise the asset and settle the liability simultaneously as permitted by Ind AS. Similarly, the Company offsets incomes and expenses and reports the same on a net basis where the netting off reflects the substance of the transaction or other events as permitted by Ind AS.

1.3 Financial Instruments

1.3.1 Date of recognition

Financial assets and financial liabilities, with the exception of borrowings are initially recognised on the trade date, i.e., the date that the Company becomes a party to the contractual provisions of the instrument. This includes regular way trades purchases or sales of financial assets that require delivery of assets within the time frame generally established by regulation or convention in the market place. The Company recognises borrowings when funds reach the Company.

1.3.2 Initial measurement of financial instruments

Financial assets and financial liabilities are initially measured at fair value. Trade receivables are measured at transaction price. 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 of the financial assets or financial liabilities, as appropriate, on initial recognition. Transaction costs directly attributable to the acquisition of financial assets or financial liabilities at fair value through profit or loss are recognised immediately in profit or loss.

1.4 Classification of financial instruments

1.4.1 Financial assets:

The Company classifies all its financial assets based on the business model for managing the assets and the asset's contractual terms, measured at either:

Financial assets carried at amortized cost (AC)
A financial asset is measured at amortised cost if it is held within a business model whose objective is to hold the asset in order 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 on the principal amount outstanding. The changes in carrying value of financial assets are recognised in profit and loss account.

Financial assets at fair value through profit or loss (FVTPL)
A financial asset which is not classified in any of the above categories are measured at FVTPL. The Company measures all financial assets classified as FVTPL at fair value at each reporting date. The changes in fair value of financial assets are recognised in Profit and loss account.

1.4.1.1 Amortized cost and Effective interest method

The effective interest method is a method of calculating the amortised cost of a debt instrument and of allocating interest income over the relevant period.

For financial instruments the effective interest rate is the rate that exactly discounts estimated future cash receipts (including all fees and points paid or received that form an integral part of the effective interest rate, transaction costs and other premiums or discounts) excluding expected credit losses, through the expected life of the debt instrument, or, where appropriate, a shorter period, to the gross carrying amount of the debt instrument on initial recognition.

The amortised cost of a financial asset is the amount at which the financial asset is measured at initial recognition minus the principal repayments, plus the cumulative amortisation using the effective interest method of any difference between that initial amount and the maturity amount, adjusted for any loss allowance. On the other hand, the gross carrying amount of a financial asset is the amortised cost of a financial asset before adjusting for any loss allowance.

1.4.1.2 Financial assets held for trading

The Company classifies financial assets as held for trading when they have been purchased or issued primarily for short-term profit making through trading activities or form part of a portfolio of financial instruments that are managed together, for which there is evidence of a recent pattern of short-term profit is taking. Held-for-trading assets are recorded and measured in the balance sheet at fair value.

1.4.1.3 Investment in equity instruments

The Company measures all equity investments at fair value through profit or loss except, for Investment in subsidiaries and associates are recognised at cost, subject to impairment if any at the end of each reporting period. Cost of investment represents amount paid for acquisition of the investment.

1.4.2 Financial liabilities

All financial liabilities are measured at amortised cost except for financial guarantees.

1.4.2.1 Debt securities and other borrowed funds

After initial measurement, debt issued, and other borrowed funds are subsequently measured at amortised cost. Amortised cost is calculated by taking into account any discount or premium on issue funds, and costs that are an integral part of the effective interest rate i.e. EIR.

1.4.2.2 Financial assets and Financial liabilities at fair value through profit or loss

Financial assets and financial liabilities in this category are those that are not held for trading and have been either designated by management upon initial recognition or are mandatorily required to be measured at fair value under Ind AS 109. Management only designates an instrument at FVTPL upon initial recognition when one of the following criteria are met. Such designation is determined on an instrument-by-instrument basis:

- The designation eliminates, or significantly reduces, the inconsistent treatment that would otherwise arise from measuring the assets or liabilities or recognising gains or losses on them on a different basis; or
- The liabilities are part of a group of financial liabilities, which are managed, and their performance evaluated on a fair value basis, in accordance with a documented risk management or investment strategy; or
- The liabilities containing one or more embedded derivatives, unless they do not significantly modify the cash flows that would otherwise be required by the contract, or it is clear with little or no analysis when a similar instrument is first considered that separation of the embedded derivative(s) is prohibited.

Financial assets and financial liabilities at FVTPL are recorded in the balance sheet at fair value. Changes in fair value are recorded in profit and loss with the exception of movements in fair value of liabilities designated at FVTPL due to changes in the Company's own credit risk. Interest earned or incurred on instruments designated at FVTPL is accrued in interest income or finance cost, respectively, using the EIR, taking into account any discount/ premium and qualifying transaction costs being an integral part of instrument. Interest earned on assets mandatorily required to be measured at FVTPL is recorded using effective interest rate.

1.4.2.3 Financial guarantee:

Financial guarantees are contract that requires the Company to make specified payments to reimburse to holder for loss that it incurs because a specified debtor fails to make payment when it is due in accordance with the terms of a debt instrument.

Financial guarantee issued or commitments to provide a loan at below market interest rate are initially measured at fair value and the initial fair value is amortised over the life of the guarantee or the commitment. Subsequently they are measured at higher of this amortised amount and the amount of loss allowance.

1.4.3 Financial liabilities and equity instruments

Financial instruments issued by the Company are classified as either financial liabilities or as equity in accordance with the substance of the contractual arrangements and the definitions of a financial liability and an equity instrument.

An equity instrument is any contract that evidences a residual interest in the assets of an entity after deducting all of its liabilities. Equity instruments issued by the Company entity are recognised at the proceeds received, net of direct issue costs.

Repurchase of the Company's own equity instruments is recognised and deducted directly in equity. No gain or loss is recognised in profit or loss on the purchase, sale, issue, or cancellation of the Company's own equity instruments.

1.5 Reclassification of financial assets and financial liabilities

The Company does not reclassify its financial assets subsequent to their initial recognition, apart from the exceptional circumstances in which the Company acquires, disposes of, or terminates a business line. Financial liabilities are never reclassified.

1.6 Employees welfare trust

The Company is a sponsor to two trusts namely: (i) Edelweiss Employees' Welfare Trust; and (ii) Edelweiss Employees' Incentives and Welfare Trust. These trusts have been formed exclusively to provide benefits to employees of the Company and its subsidiaries and associates. These trusts have been treated as an extension of the Company for the purpose of these financial statements. Accordingly, the equity shares of the Company held by these trusts have been treated as treasury shares. The excess of the cost of such shares over the face value of shares has been reduced from the securities premium account of the Company.

1.7 Derecognition of financial assets and financial liabilities

1.7.1.1 Derecognition of financial assets due to substantial modification of terms and conditions

The Company derecognises a financial asset when the terms and conditions have been renegotiated to the extent that, substantially, it becomes a new financial assets, with the difference recognised as a derecognition gain or loss, to the extent that an impairment loss has not already been recorded.

While assessing whether or not to derecognise a financial assets, the company consider the following factor:

- Change in currency of the loan
- Introduction of an equity feature
- Change in counterparty

If the modification does not result in cash flows that are substantially different, the modification does not result in derecognition. Based on the change in cash flows discounted at the original EIR, the Company records a modification gain or loss, to the extent that an impairment loss has not already been recorded.

1.7.1.2 Derecognition of financial assets (other than due to substantial modification)

A financial asset (or, where applicable, a part of a financial asset or part of a Company of similar financial assets) is derecognised when the rights to receive cash flows from the financial asset have expired. The Company also derecognises the financial asset if it has both transferred the financial asset and the transfer qualifies for derecognition.

The Company has transferred the financial asset if, and only if, either:

- The Company has transferred its contractual rights to receive cash flows from the financial asset; or
- It retains the rights to the cash flows but has assumed an obligation to pay the received cash flows in full without material delay to a third party under a 'pass–through' arrangement.

A transfer only qualifies for derecognition if either:

- The Company has transferred substantially all the risks and rewards of the asset; or
- The Company has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset

The Company considers control to be transferred if and only if, the transferee has the practical ability to sell the asset in its entirety to an unrelated third party and is able to exercise that ability unilaterally and without imposing additional restrictions on the transfer.

1.7.2 Derecognition of financial liabilities

A financial liability is derecognised when the obligation under the liability is discharged, cancelled, or expires.

Where an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as a derecognition of the original financial liability and the recognition of a new financial liability. The difference between the carrying value of the original financial liability and the consideration paid, including modified contractual cash flow recognised as new financial liability, would be recognised in profit or loss.

1.8 Impairment of financial assets

The Company records allowance for expected credit losses for all amortised cost financial assets and financial guarantee contracts, in this section all referred to as 'financial instruments. Equity instruments are not subject to impairment under Ind AS 109.

The Company follows 'simplified approach' for recognition of impairment loss allowance on trade receivables and lease receivables. The application of simplified approach does not require the Company to track changes in credit risk. Rather, it recognises impairment loss allowance based on lifetime ECLs at each reporting date, right from its initial recognition. The Company uses a provision matrix to determine impairment loss allowance on portfolio of its receivables. The provision matrix is based on its historically observed default rates over the expected life of the receivables.

For all other financial instruments, the Company recognises lifetime ECL when there has been a significant increase in credit risk since initial recognition. If, on the other hand, the credit risk on the financial instrument has not increased significantly since initial recognition, the Company measures the loss allowance for that financial instrument at an amount equal to 12-month expected credit losses (12m ECL). The assessment of whether lifetime ECL should be recognised is based on significant increases in the likelihood or risk of a default occurring since initial recognition instead of on evidence of a financial asset being credit-impaired at the reporting date or an actual default occurring.

The measurement of ECL is a function of the probability of default (PD), loss given default (LGD) (i.e. the magnitude of the loss if there is a default) and the exposure at default (EAD). The assessment of the PD and LGD is based on historical data adjusted for forward-looking information. EAD, for financial assets, is represented by the assets' gross carrying amount at the reporting date; for loan commitments and financial guarantee contracts,

the EAD includes the amount drawn down as at the reporting date, together with any additional amounts expected to be drawn down in the future by default date determined based on historical trend, the Company's understanding of the specific future financing needs of the borrowers, and other relevant forward-looking information.

For financial assets, the expected credit loss is estimated as the difference between all contractual cash flows that are due to the Company in accordance with the contract and all the cash flows that the Company expects to receive, discounted at the original effective interest rate. The Company recognises an impairment gain or loss in profit or loss for all financial instruments with a corresponding adjustment to their carrying amount through a loss allowance account.

1.9 Write off

Financial assets are written off either partially or in their entirety only when the Company has stopped pursuing the recovery. If the amount to be written off is greater than the accumulated loss allowance, the difference is first treated as an addition to the allowance that is then applied against the gross carrying amount. Any subsequent recoveries are credited to impairment on financial instruments in statement of profit and loss.

1.10 Determination of fair value

The Company measures financial instruments, such as, derivatives at fair value at each balance sheet date. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

- In the principal market for the asset or liability, or
- In the absence of a principal market, in the most advantageous market for the asset or liability

The principal or the most advantageous market must be accessible by the Company.

The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest. A fair value measurement of a non-financial asset takes into account a market participant's ability to generate economic benefits by using the asset in its highest and best use or by selling it to another market participant that would use the asset in its highest and best use. The Company uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximising the use of relevant observable inputs and minimising the use of unobservable inputs. In order to show how fair values have been derived, financial instruments are classified based on a hierarchy of valuation techniques, as summarised below:

- Level 1 financial instruments −Those where the inputs used in the valuation are unadjusted quoted prices from active markets for identical assets or liabilities that the Company has access to at the measurement date. The Company considers markets as active only if there are sufficient trading activities with regards to the volume and liquidity of the identical assets or liabilities and when there are binding and exercisable price quotes available on the balance sheet date.

- Level 2 financial instruments−Those where the inputs that are used for valuation and are significant, are derived from directly or indirectly observable market data available over the entire period of the instrument's life.

- Level 3 financial instruments –Those that include one or more unobservable input that is significant to the measurement as whole. For assets and liabilities that are recognised in the financial statements on a recurring basis, the Company determines whether transfers have occurred between levels in the hierarchy by re-assessing categorization (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period. The Company periodically reviews its valuation techniques including the adopted methodologies and model calibrations.

1.11 Revenue from contract with customer

Revenue is recognized when (or as) the Company satisfies a performance obligation by transferring a promised good or service (i.e. an asset) to a customer. An asset is transferred when (or as) the customer obtains control of that asset.When (or as) a performance obligation is satisfied, the Company recognizes as revenue the amount of the transaction price (excluding estimates of variable consideration) that is allocated to that performance obligation. The Company applies the five-step approach for recognition of revenue:

i. Identification of contract(s) with customers;

ii. Identification of the separate performance obligations in the contract;

iii. Determination of transaction price;

iv. Allocation of transaction price to the separate performance obligations; and

v. Recognition of revenue when (or as) each performance obligation is satisfied

Revenue Recognition for different heads of Income are as under:

(i) Investment banking advisory fees

Advisory fees are recognised on an accrual basis in accordance with agreement entered into with respective investment managers / advisors.

(ii) Interest income

Interest income is recognized using the weighted average cost of capital plus spread.

(iii) Dividend income

Dividend income is recognized in the standalone statement of profit or loss on the date that the Company's right to receive payment is established, it is probable that the economic benefits associated with the dividend will flow to the entity and the amount of dividend can be reliably measured. This is generally when the Shareholders approve the dividend.

(iv) Profit or loss on sale of investments

Profit or loss on sale of investments is recognised on trade date basis. Difference between the sale price and average cost of acquisition is recognized as profit or loss on sale of investments.

1.12 Earnings per share

Basic earnings per share is computed by dividing the net profit after tax attributable to the equity shareholders for the year by the weighted average number of equity shares outstanding for the year.

Diluted earnings per share reflect the potential dilution that could occur if securities or other contracts to issue equity shares were exercised or converted during the year. Diluted earnings per share is computed by dividing the net profit after tax attributable to the equity shareholders for the year by weighted average number of equity shares considered for deriving basic earnings per share and weighted average number of equity shares that could have been issued upon conversion of all dilutive potential equity shares.

1.13 Retirement and other employee benefit

Provident fund and national pension scheme

The Company contributes to a recognised provident fund and national pension scheme which is a defined contribution scheme. The contributions are accounted for as expenses , when an employee renders the related service

Gratuity

The Company's gratuity scheme is a defined benefit plan. An independent actuarial valuation is carried out to determines the present value of the obligation under such benefit plan using the Projected Unit Credit Method. Benefits in respect of gratuity are funded with an Insurance company approved by Insurance Regulatory and Development Authority (IRDA). Any deficits in plan assets managed by Insurer as compared to present valuation of obligation, determined by actuary, are recognised as a liability.

Remeasurements, comprising of actuarial gains and losses, the effect of the asset ceiling, excluding amounts included in net interest on the net defined benefit liability and the return on plan assets (excluding amounts included in net interest on the net defined benefit liability), are recognised immediately in the balance sheet with a corresponding debit or credit to retained earnings through OCI in the period in which they occur.

Remeasurements are not reclassified to profit or loss in subsequent periods.

Past service costs are recognised in profit or loss on the earlier of:

- The date of the plan amendment or curtailment, and
- The date that the Company recognises related restructuring costs

Net interest is calculated by applying the discount rate to the net defined benefit liability or asset. The Company recognises the following changes in the net defined benefit obligation as an expense in the consolidated statement of profit and loss:

- Service costs comprising current service costs, past-service costs, gains and losses on curtailments and non-routine settlements; and
- Net interest expense or income

Compensated Absences

The eligible employees of the Company are permitted to carry forward certain number of their annual leave entitlement to subsequent years, subject to a ceiling. The Company recognises the charge in the statement of profit and loss and corresponding liability on such non-vesting accumulated leave entitlement based on a valuation by an independent actuary. The cost of providing annual leave benefits is determined using the projected unit credit method.

The liability is provided based on the number of days of unutilised leave at each balance sheet date based on a valuation by an independent actuary.

1.14 Share-based payment arrangements

Equity-settled share-based payments to employees of the Group and others providing similar services that are granted by the Company are measured by reference to the fair value of the equity instruments at the grant date. These includes Stock Appreciation Rights (SARs) which are equity settled share-based payments In order to arrive at the fair value of the options, the Black-Scholes Option Pricing formula is used.

The fair value determined at the grant date of the equity-settled share-based payments is expensed over the vesting period, based on the Company's estimate of equity instruments that will eventually vest, with a corresponding increase in equity. At the end of each reporting period, the Company revises its estimate of the number of equity instruments expected to vest. The impact of the revision of the original estimates, if any, is recognised in profit or loss such that the cumulative expense reflects the revised estimate, with a corresponding adjustment to the Employee Stock Option Plan Reserve and Stock Appreciation Rights Reserve. In cases where the share options granted vest in tranch over the vesting period, the Company treats each tranch as a separate grant, because each tranch has a different vesting period, and hence the fair value of each tranch differs. These estimates are expected to get settle between the company of eligible employees and the company, they are accounted as receivable/payable.

1.15 Property, plant, and equipment

Property plant and equipment (PPE) is stated at cost excluding the costs of day–to–day servicing, less accumulated depreciation, and accumulated impairment in value. PPE is recognised when it is probable that future economic benefits associated with the item is expected to flow to the Company and the cost of the item can be measured reliably. Changes in the expected useful life are accounted for by changing the depreciation period or methodology, as appropriate, and treated as changes in accounting estimates.

Subsequent costs incurred on an item of property, plant and equipment is recognised in the carrying amount thereof when those costs meet the recognition criteria as mentioned above. Repairs and maintenance are recognised in profit or loss as incurred if recognition criteria are not met.

An item of property, plant and equipment is derecognised upon disposal or when no future economic benefits are expected to arise from the continued use of the asset. Any gain or loss arising on the disposal or retirement of an item of property, plant and equipment is determined as the difference between the sales proceeds and the carrying amount of the asset and is recognised in the statement of profit and loss.

Depreciation is recognised so as to write off the cost of assets (other than freehold land and properties under construction) less their residual values over their useful lives. Depreciation is provided on a written down value basis from the date the asset is ready for its intended use or put to use whichever is earlier. In respect of assets sold, depreciation is provided up to the date of disposal.

As per the requirement of Schedule II of the Companies Act, 2013, the Company has evaluated the useful lives of the respective Property, Plant & Equipment which are as per the provisions of Part C of the Schedule II for calculating the depreciation. The estimated useful lives of the fixed assets are as follows:

Nature of assets	**Estimated useful life**
Building (other than Factory Building)	60 years
Furniture and fixtures	10 years
Vehicles	8 years
Office equipment	5 years
Computers - servers and networks	6 years
Computers - end user devices, such as desktops, laptops, etc.	3 years

Leasehold improvements are amortised on a straight-line basis over the estimated useful lives of the assets or the period of lease, whichever is shorter.

Amount of those components which have been separately recognised as assets is derecognised at the time of replacement thereof. Any gain or loss arising on the disposal or retirement of an item of property, plant and equipment is determined as the difference between the sales proceeds and the carrying amount of the asset and is recognised in profit or loss.

The residual values, useful lives, and methods of depreciation of property, plant and equipment are reviewed at each financial year end and adjusted prospectively, if appropriate.

1.16 Intangible assets

The intangible assets mainly include the value of computer software. Intangible assets are recognised when it is probable that the future economic benefits that are attributable to the asset will flow to the Company and the cost of the asset can be measured reliably. Intangible assets are recorded at the consideration paid for the acquisition of such assets and are carried at cost less accumulated amortization and impairment, if any. Intangibles such as software are amortised over a period of 3 years based on its estimated useful life.

An intangible asset is derecognised on disposal, or when no future economic benefits are expected from use or disposal. Gains and losses arising from derecognition of an intangible asset, measured as the difference between the net disposal proceeds and the carrying amount of the assets are recognised in the statement of profit and loss when the asset is derecognised.

1.17 Impairment of non-financial assets

The Company assesses at each balance sheet date whether there is any indication that an asset may be impaired based on internal/external factors. If any such indication exists, the Company estimates the recoverable amount of the asset. If such recoverable amount of the asset or the recoverable amount of cash generating unit which the asset belongs to is less than its carrying amount, the carrying amount is reduced to its recoverable amount. The reduction is treated as an impairment loss and is recognized in the statement of profit and loss. If at the balance sheet date there is an indication that a previously assessed impairment loss no longer exists, the recoverable amount is reassessed and the asset is reflected at the recoverable amount subject to a maximum of the depreciable historical cost.

1.18 Cash and cash equivalents

Cash and cash equivalent in the balance sheet comprise cash at banks and on hand and short-term deposits with an original maturity of three months or less, that are readily convertible to a known amount of cash and subject to an insignificant risk of change in value

1.19 Provisions and other contingent liabilities

Provisions are recognized when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that the Company will be required to settle the obligation, and a reliable estimate can be made of the amount of the obligation. If the effect of the time value of money is material, provisions are determined by discounting the expected future cash flows to net present value using an appropriate pre- tax discount rate that reflects current market assessments of the time value of money and, where appropriate, the risks specific to the liability. A present obligation that arises from past events, where it is either not probable that an outflow of resources will be required to settle or a reliable estimate of the amount cannot be made, is disclosed as a contingent liability. Contingent liabilities are also disclosed when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company. Claims against the Company,

where the possibility of any outflow of resources in settlement is remote, are not disclosed as contingent liabilities.

Contingent assets are not recognised in the financial statements since this may result in the recognition of income that may never be realised. However, when the realisation of income is virtually certain, then the related asset is not a contingent asset and is recognized.

1.20 Income tax

Income tax expense represents the sum of the current tax and deferred tax.

1.20.1 Current tax

The tax payable for the reporting period is computed on taxable profit for the year. The current tax is calculated using tax rates and tax laws that have been enacted or substantively enacted by the end of the reporting period. Current income tax assets and liabilities are measured at the amount expected to be recovered from or paid to the taxation authorities.

Current tax assets and liabilities are offset when there is a legally enforceable right to set off current tax assets against current tax liabilities and when they relate to income taxes levied by the same taxation authority and the Company intends to settle its current tax assets and liabilities on a net basis.

1.20.2 Deferred tax

Deferred tax is recognised on temporary differences between the carrying amounts of assets and liabilities in the standalone financial statements and the corresponding tax bases used in the computation of taxable profit. Deferred tax liabilities are generally recognised for all taxable temporary differences. Deferred tax assets are generally recognised for all deductible temporary differences to the extent that it is probable that taxable profits will be available against which those deductible temporary differences can be utilised.

Deferred tax assets are also recognised with respect to carry forward of unused tax losses and unused tax credits to the extent that it is probable that future taxable profit will be available against which the unused tax losses and unused tax credits can be utilised.

It is probable that taxable profit will be available against which a deductible temporary difference, unused tax loss or unused tax credit can be utilised when there are sufficient taxable temporary differences which are expected to reverse in the period of reversal of deductible temporary difference or in periods in which a tax loss can be carried forward or back. When this is not the case, deferred tax asset is recognised to the extent it is probable that:

- the entity will have sufficient taxable profit in the same period as reversal of deductible temporary difference or periods in which a tax loss can be carried forward or back; or
- tax planning opportunities are available that will create taxable profit in appropriate periods.

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

When the deferred tax asset relating to the deductible temporary difference arises from the initial recognition of an asset or liability in a transaction that is not a business combination and, at the time of the transaction, affects neither the accounting profit nor taxable profit or loss.

Deferred tax liabilities and assets are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realised, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period.

The measurement of deferred tax liabilities and assets reflects the tax consequences that would follow from the manner in which the Company expects, at the end of the reporting period, to recover or settle the carrying amount of its assets and liabilities.

1.20.3 Current and deferred tax for the year

Current and deferred tax are recognised in profit or 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.

1.21 Critical accounting judgements and key sources of estimation uncertainty

In the application of the Company's accounting policies, which are described above, the management is required to make judgements, estimates and assumptions about the carrying amounts of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

1.21.1 Critical judgement in applying accounting policies

The following are the critical judgements, apart from those involving estimations, that the management has made in the process of applying the Company's accounting policies and that have the most significant effect on the amounts recognised in the standalone financial statements

1.21.1.1 Business model assessment

Classification and measurement of financial assets depends on the results of the solely payments for principal and interest (SPPI) and the business model test. The Company determines the business model at a level that reflects how Group of financial assets are managed together to achieve a particular business objective. This assessment includes judgement reflecting all relevant evidence including how the performance of the assets is evaluated and their performance is measured, the risks that affect the performance of the assets and how these are managed and how the managers of the assets are compensated. The Company monitors financial assets measured at amortised cost that are derecognised prior to their maturity to understand the quantum, the reason for their disposal and whether the reasons are consistent with the objective of the business for which the asset was held. Company’s continuously monitors of whether the business model for which the remaining financial assets are held continues to be appropriate and if it is not appropriate whether there has been a change in business model and so a prospective change to the classification of those assets is required.

1.21.2 Key sources of estimation uncertainty

The Company based its assumptions and estimates on parameters available when these financial statements were prepared. Existing circumstances and assumptions about future developments, however, may change due to market changes or circumstances arising that are beyond the control of the Company. Such changes are reflected in the assumptions when they occur.

Following are the key assumptions concerning the future, and other key sources of estimation uncertainty at the end of the reporting period that may have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year.

1.21.2.1 Fair value of financial instruments

The fair value of financial instruments is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction in the principal (or most advantageous) market at the measurement date under current market conditions (i.e., an exit price) regardless of whether that price is directly observable or estimated using another valuation technique. When the fair values of financial assets and financial liabilities recorded in the balance sheet cannot be derived from active markets, they are determined using a variety of valuation techniques that include the use of valuation models. The inputs to these models are taken from observable markets where possible, but where this is not feasible, estimation is required in establishing fair values. Judgements and estimates include considerations of liquidity and model inputs related to items such as credit risk (both own and counterparty), funding value adjustments, correlation, and volatility.

1.21.2.2 Impairment of financial assets

The measurement of impairment losses across all categories of financial assets requires judgement, in particular, the estimation of the amount and timing of future cash flows and collateral values when determining impairment losses and the assessment of a significant increase in credit risk. These estimates are driven by a number of factors, changes in which can result in different levels of allowances.

It is Company's policy to regularly review its models in the context of actual loss experience and adjust when necessary.

1.21.2.3 Effective interest rate method

The EIR methodology recognises interest income / expense using a rate of return that represents the best estimate of a constant rate of return over the expected behavioral life of loans given / taken and recognises the effect of characteristics of the product life cycle.

This estimation, by nature, requires an element of judgement regarding the expected behaviour and life-cycle of the instruments, as well expected changes fee income/expense that are integral parts of the instrument.

1.21.2.4 Accounting for deferred taxes

Deferred tax assets are recongnised for unused tax losess to the extent that it is probable that taxable profit will be available against which the losses can be utilised. Significant management judgement is required to determine the amount of deferred tax assets that can be recognised, based upon the likely timing and the level of future taxable profits together with future tax planning strategies.

1.21.2.5 Assets liability management

Management has made an assessment of its ability to continue and is satisfied that it has the resources to continue in business for the foreseeable future

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2. Cash and cash equivalents

Particulars	As at 31 March 2025	As at 31 March 2024
Cash on hand	**0.01**	0.01
Balances with banks:		
-in Current accounts	**35.38**	461.02
Total	**35.39**	461.03

3. Bank balance other than cash and cash equivalents

Particulars	As at 31 March 2025	As at 31 March 2024
Fixed deposits with banks (including interest accured)	**1.45**	-
Earmarked balance with bank (unpaid dividends)	**9.25**	9.48
Total	**10.70**	9.48

4. Trade Receivables

Particulars	As at 31 March 2025	As at 31 March 2024
Receivables considered good -unsecured		
-Related parties	**368.44**	154.59
-Other than related parties	**14.74**	10.01
Receivables - credit impaired	**9.60**	9.02
Gross Receivables	**392.78**	173.62
Less: Allowance for expected credit losses	**(16.22)**	(10.10)
Less: Allowance for credit impaired	**(9.60)**	(9.02)
Allowance for expected credit losses (ECL)	**(25.82)**	(19.12)
Total	**366.96**	154.50

4.1 Trade Receivable Ageing Schedule

As at 31 March 2025	Outstanding for following periods from due date of payment					
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	**376.47**	-	**6.66**	**0.05**	-	**383.18**
(ii) Undisputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-
(iii) Undisputed Trade Receivables – credit impaired	-	-	**5.52**	**0.06**	**4.02**	**9.60**
(iv) Disputed Trade Receivables–considered good	-	-	-	-	-	-
(v) Disputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-
(vi) Disputed Trade Receivables – credit impaired	-	-	-	-	-	-
Gross receivables (A)	**376.47**	-	**12.18**	**0.11**	**4.02**	**392.78**
(i) Undisputed Trade receivables – considered good	**(9.51)**	-	**(6.66)**	**(0.05)**	-	**(16.22)**
(ii) Undisputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-
(iii) Undisputed Trade Receivables – credit impaired	-	-	**(5.52)**	**(0.06)**	**(4.02)**	**(9.60)**
(iv) Disputed Trade Receivables–considered good	-	-	-	-	-	-
(v) Disputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-
(vi) Disputed Trade Receivables – credit impaired	-	-	-	-	-	-
Total ECL Provision on receivables (B)	**(9.51)**	-	**(12.18)**	**(0.11)**	**(4.02)**	**(25.82)**
Total receivables net of provision = (A)-(B)	**366.96**	-	-	-	-	**366.96**

4.1 Trade Receivable Ageing Schedule (Continued)

As at 31 March 2024	Outstanding for following periods from due date of payment					
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	157.23	6.84	0.53	-	-	164.60
(ii) Undisputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-
(iii) Undisputed Trade Receivables – credit impaired	-	-	-	5.00	4.02	9.02
(iv) Disputed Trade Receivables–considered good	-	-	-	-	-	-
(v) Disputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-
(vi) Disputed Trade Receivables – credit impaired	-	-	-	-	-	-
Gross receivables (A)	157.23	6.84	0.53	5.00	4.02	173.62
(i) Undisputed Trade receivables – considered good	(6.46)	(3.11)	(0.53)	-	-	(10.10)
(ii) Undisputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-
(iii) Undisputed Trade Receivables – credit impaired	-	-	-	(5.00)	(4.02)	(9.02)
(iv) Disputed Trade Receivables–considered good	-	-	-	-	-	-
(v) Disputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-
(vi) Disputed Trade Receivables – credit impaired	-	-	-	-	-	-
Total ECL Provision on receivables (B)	(6.46)	(3.11)	(0.53)	(5.00)	(4.02)	(19.12)
Total receivables net of provision = (A)-(B)	150.77	3.73	-	-	-	154.50

4.2 Reconciliation of impairment allowance on trade receivables:

Particulars	Amount
Impairment allowance measured as per simplified approach	
Impairment allowance as on 01 April 2023	27.31
Net increase/(decrease) during the year	(8.19)
Impairment allowance as on 31 March 2024	**19.12**
Net increase/(decrease) during the year	6.70
Impairment allowance as on 31 March 2025	**25.82**

Notes:

1) No trade receivables are due from directors or other officers of the company either severally or jointly with any other person.
2) No trade receivables are due from firms or private companies in which directors is partner, a director or a member.
3) There are no unbilled trade receivables as at 31 March 2025 and 31 March 2024.
4) Trade Receivables are generally on term of 0 to 90 days.

5. Loans

Particulars	As at 31 March 2025	As at 31 March 2024
Loans (at amortised cost)		
- Related parties (refer note 35)	**30,902.30**	36,386.96
Total Gross (A)	**30,902.30**	36,386.96
Less: Impairment loss allowance	**(10.99)**	(4.57)
Total (Net) (A)	**30,891.31**	36,382.39
Unsecured	**30,902.30**	36,386.96
Total Gross (B)	**30,902.30**	36,386.96
Less: Impairment loss allowance	**(10.99)**	(4.57)
Total (Net) (B)	**30,891.31**	36,382.39
Loans in India		
Public sector	**-**	-
Others	**30,902.30**	36,386.96
Total Gross (C)	**30,902.30**	36,386.96
Less: Impairment loss allowance	**(10.99)**	(4.57)
Total (Net) (C) (I)	**30,891.31**	36,382.39
Loans outside India	**-**	-
Less: Impairment loss allowance	**-**	-
Total (Net) (C) (II)	**-**	-
Total (C) (I) and (C) (II)	**30,891.31**	36,382.39

These loans are considered to have low credit risk based on credit evaluation undertaken by the Company. There is no history of any defaults on these loans. Since the counter-parties are subsidiaries of the Company, the Company regularly monitors to ensure that these entities have enough liquidity which safeguards the interest of investors and lenders. Accordingly, there is very minimal Expected credit loss allowance on the aforesaid loans.

Loans due from the directors amounts to **₹ Nil** (Previous year ₹ Nil)

Loans given to subsidiaries are pledged against debt securities is amounting to **₹ 29,197.44 million** (Previous year ₹ 22,368.63 million).

5. Loans (Continued)

5.1 Credit Quality

The table below shows the credit quality and the maximum exposure to credit risk based on the Company's internal grading and year-end stage classification. The amounts presented are gross of impairment allowances.

Loans at amortised cost

Particulars	31 March 2025				31 March 2024			
	Stage I	Stage II	Stage III	Total	Stage I	Stage II	Stage III	Total
Performing								
High grade	**30,902.30**	**-**	**-**	**30,902.30**	36,386.96	-	-	36,386.96
Standard grade	**-**	**-**	**-**	-	-	-	-	-
Non-performing								
Impaired	**-**	**-**	**-**	-	-	-	-	-
Total	**30,902.30**	-	-	**30,902.30**	36,386.96	-	-	36,386.96

5.2 Gross carrying amount and corresponding ECL reconciliation - Loans

Particulars	Non-credit impaired		Credit impaired				Total	
	Stage I		Stage II		Stage III			
	Gross carrying amount	Allowance for ECL	Gross carrying amount	Allowance for ECL	Gross carrying amount	Allowance for ECL	Gross carrying amount	Allowance for ECL
Balance at 31 March 2023	29,027.73	4.33	-	-	-	-	29,027.73	4.33
Net new and further lending/(repayments)	7,359.23	0.24	-	-	-	-	7,359.23	0.24
Balance at 31 March 2024	**36,386.96**	**4.57**	-	-	-	-	**36,386.96**	**4.57**
Net new and further lending/(repayments)	**(5,484.66)**	**(0.63)**	**-**	**-**	**-**	**-**	**(5,484.66)**	**(0.63)**
Re-measurement of ECL	-	**7.05**	**-**	**-**	**-**	**-**	-	**7.05**
Balance at 31 March 2025	**30,902.30**	**10.99**	-	-	-	-	**30,902.30**	**10.99**

6. Investments

As at 31 March 2025	At Fair Value through profit and Loss	At cost (subsidiaries)	Total
Equity Instruments	**5.81**	**41,981.21**	**41,987.02**
Debt securities	**-**	**8,000.01**	**8,000.01**
Preference Shares	**-**	**1,650.00**	**1,650.00**
Mutual Fund	**29.59**	**-**	**29.59**
AIF Fund	**244.26**	**-**	**244.26**
Total	**279.66**	**51,631.22**	**51,910.88**
Investments in India	**279.66**	**51,631.22**	**51,910.88**
Investments outside India	**-**	**-**	**-**
Total	**279.66**	**51,631.22**	**51,910.88**
Less - Impairment Loss allowance	**-**	**(1,599.95)**	**(1,599.95)**
Total	**279.66**	**50,031.27**	**50,310.93**
Aggregate amount of quoted investments			**279.66**
Aggregate market value of quoted investments			**279.66**
Aggregate amount of unquoted investments (Net)			**50,031.27**

As at 31 March 2024	At Fair Value through profit and Loss	At cost (subsidiaries)	Total
Equity Instruments	3.62	37,957.99	37,961.61
Debt securities	-	8,000.01	8,000.01
Preference Shares	-	1,650.00	1,650.00
Mutual Fund	74.85	-	74.85
Total	78.47	47,608.00	47,686.47
Investments in India	78.47	47,601.85	47,680.32
Investments outside India	-	6.15	6.15
Total	78.47	47,608.00	47,686.47
Less - Impairment Loss allowance	-	(1,606.10)	(1,606.10)
Total	78.47	46,001.90	46,080.37
Aggregate amount of quoted investments			78.47
Aggregate market value of quoted investments			78.47
Aggregate amount of unquoted investments (Net)			46,001.90

Notes:

1) Investments in equity shares of subsidiaries are pledged against Debt securities issued by the company is amounting to **₹ Nil** (previous year ₹ Nil).

2) Investment in equity shares of subsidiary is pledged against Debt securities issued by another subsidiary amounting to **₹ 1,686.09** million (previous year ₹ 1,712.41 million).

3) Impairment on investment has been assessed based on business projection approved by Board of directors of respective subsidiaries. Impairment is recognised, based on management assessment, if the recoverable value is less than carrying amount.

4) The Company has recorded an impairment provision of ₹ 1,599.95 million for the year (previous year: ₹1,606.10 million) on its investment in a subsidiary on account of group restructuring.

7. Other financial assets

Particulars	As at 31 March 2025	As at 31 March 2024
Deposits	**2.78**	2.78
Corporate guarantee fees receivable	**155.74**	89.46
Other receivables	**29.58**	12.35
Total	**188.10**	104.59

8. Deferred tax assets (net)

Particulars	As at 31 March 2025	As at 31 March 2024
Deferred tax assets		
Trade Receivables and loans		
Provision for expected credit losses	**9.26**	5.96
Property, Plant and Equipment and Intangible assets		
On property plant and equipment	**0.94**	6.49
Unutilised tax losses		
Unutilised tax losses	**4,065.98**	3,876.00
Employee benefit obligations		
Disallowances under section 43B of the Income Tax Act, 1961	**5.05**	0.99
Investments		
Fair value loss on investment	**1.27**	-
Others		
Provision on risk and reward undertaking	**119.70**	178.05
Total Deferred Tax Asset(A)	**4,202.20**	4,067.49
Deferred tax liabilities		
Fair value gain on investment	**-**	(0.91)
Effective interest rate on Borrowing	**(314.64)**	(263.30)
Total Deferred Tax Liability (B)	**(314.64)**	(264.21)
Deferred tax assets (net) (A-B)	**3,887.56**	3,803.28

9. Property, plant and equipment and intangibles

Particulars	Gross Block				Depreciation and amortisation				Net Block
	As at 01 April 2024	Additions during the year	Deductions during the year	As at 31 March 2025	As at 01 April 2024	Charge for the year	Deductions during the year	As at 31 March 2025	As at 31 March 2025
a) Property, Plant and Equipments									
Freehold Building	**1.75**	**-**	**-**	**1.75**	**0.53**	**0.06**	**-**	**0.59**	**1.16**
Furniture and Fixtures	**0.23**	**-**	**-**	**0.23**	**0.13**	**0.02**	**-**	**0.15**	**0.08**
Vehicles	**6.20**	**-**	**-**	**6.20**	**2.55**	**1.16**	**-**	**3.71**	**2.49**
Office equipment	**1.70**	**0.18**	**0.07**	**1.81**	**1.29**	**0.14**	**0.07**	**1.36**	**0.45**
Computers	**7.21**	**1.31**	**0.62**	**7.90**	**5.63**	**0.93**	**0.59**	**5.97**	**1.93**
Total (A)	**17.09**	**1.49**	**0.69**	**17.89**	**10.13**	**2.31**	**0.66**	**11.78**	**6.11**
b) Intangibles									
Software	**77.34**	**-**	**-**	**77.34**	**77.34**	**-**	**-**	**77.34**	**-**
Asset management rights	**-**	**179.50**	**-**	**179.50**	**-**	**-**	**-**	**-**	**179.50**
Total (B)	**77.34**	**179.50**	**-**	**256.84**	**77.34**	**-**	**-**	**77.34**	**179.50**
Total (A+B)	**94.43**	**180.99**	**0.69**	**274.73**	**87.47**	**2.31**	**0.66**	**89.12**	**185.61**

Particulars	Gross Block				Depreciation and amortisation				Net Block
	As at 01 April 2023	Additions during the year	Deductions during the year	As at 31 March 2024	As at 01 April 2023	Charge for the year	Deductions during the year	As at 31 March 2024	As at 31 March 2024
a) Property, Plant and Equipments									
Freehold Building	1.75	-	-	1.75	0.47	0.06	-	0.53	1.22
Furniture and Fixtures	0.23	-	-	0.23	0.11	0.02	-	0.13	0.10
Vehicles	6.20	-	-	6.20	0.85	1.70	-	2.55	3.65
Office equipment	1.89	-	0.19	1.70	1.10	0.21	0.02	1.29	0.41
Computers	10.22	0.99	4.00	7.21	7.42	1.30	3.09	5.63	1.58
Total (A)	20.29	0.99	4.19	17.09	9.95	3.29	3.11	10.13	6.96
b) Intangibles									
Software	77.34	-	-	77.34	77.34	-	-	77.34	-
Total (B)	77.34	-	-	77.34	77.34	-	-	77.34	-
Total (A+B)	97.63	0.99	4.19	94.43	87.29	3.29	3.11	87.47	6.96

The Company has not revalued its property, plant, and equipment during the year ended 31 March 2025 or in any of the preceding years.

10. Other non-financial assets

Particulars	As at 31 March 2025	As at 31 March 2024
Input tax credit	**807.26**	783.60
Prepaid expenses	**13.13**	26.06
Other advances	**133.59**	108.31
Contribution to gratuity fund (net) (Refer note 31)	**29.98**	42.53
Total	**983.96**	960.50

11. Trade payables

Particulars	As at 31 March 2025	As at 31 March 2024
Total outstanding dues of micro enterprises and small enterprises (MSME)	**-**	-
Total outstanding dues of creditors other than micro enterprises and small enterprises		
-Trade payables to related parties	**136.44**	2,975.20
-Trade payables to non-related parties	**62.47**	137.39
Total	**198.91**	3,112.59

11.1 Trade payables ageing schedule

As at 31 March 2025	**Outstanding for following periods from due date of payment**				
Particulars	**Less than 1 year**	**1-2 years**	**2-3 years**	**More than 3 years**	**Total**
(i) Total outstanding dues of micro enterprises and small enterprises	-	-	-	-	-
(ii) Total outstanding dues of creditors other than micro enterprises and small enterprises	**198.69**	**0.07**	**0.15**	**-**	**198.91**
(iii)Disputed dues of micro enterprises and small enterprises	-	-	-	-	-
(iv)Disputed dues of creditors other than micro enterprises and small enterprises	-	-	-	-	-
Total	**198.69**	**0.07**	**0.15**	-	**198.91**

As at 31 March 2024	Outstanding for following periods from due date of payment				
Particulars	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) Total outstanding dues of micro enterprises and small enterprises	-	-	-	-	-
(ii) Total outstanding dues of creditors other than micro enterprises and small enterprises	3,112.59	-	-	-	3,112.59
(iii)Disputed dues of micro enterprises and small enterprises	-	-	-	-	-
(iv)Disputed dues of creditors other than micro enterprises and small enterprises	-	-	-	-	-
Total	3,112.59	-	-	-	3,112.59

There are no ''unbilled'' trade payable as at 31 March 2025 and 31 March 2024

Particulars	**As at 31 March 2025**	As at 31 March 2024
i) **Principal amount due** to suppliers registered under the MSMED Act and remaining unpaid as at year end	**-**	-
ii) **Interest due** to suppliers registered under the MSMED Act and remaining unpaid as at year end	**-**	-
iii) **Principal amounts paid** to suppliers registered under the MSMED Act, beyond the appointed day during the year	**-**	-
iv) **Interest paid** other than under section 16 of MSMED Act, to suppliers registered under the MSMED Act, beyond the appointed day during the year	**-**	-
v) **Interest paid** under section 16 of MSMED Act, to suppliers registered under the MSMED Act, beyond the appointed day during the year	**-**	0.02
vi) **Interest due and payable** towards suppliers registered under MSMED Act, for payments already made	**-**	-
vii) the amount of interest accured and remaining unpaid at the end of financial year towards suppliers registered under MSMED Act	**-**	-
viii) Further **interest remaining due and payable** for earlier years	**-**	-

11.2 Trade Payables includes **₹ Nil** (Previous Year ₹ Nil) payable to "Suppliers" registered under the Micro, Small and Medium Enterprises Development Act, 2006 (MSMED Act). Interest paid by the Company during the year to "Suppliers" registered under this Act is **₹ Nil** (Previous year: ₹ 0.02 million). The aforementioned is based on the responses received by the Company to its inquiries with suppliers with regard to applicability under the said Act.

12. Debt securities

Particulars	As at 31 March 2025	As at 31 March 2024
Secured Debt (At amortised cost)		
Non-Convertible Debentures (refer Note below)	**30,724.42**	28,079.84
Total	**30,724.42**	28,079.84
(I) Debt securities issued in India	**30,724.42**	28,079.84
(ii) Debt securities issued outside India	-	-
Total	**30,724.42**	28,079.84

Note :
1) For secured debt, the Company has provided collateral in the nature of exclusive and Pari Passu charge of Loans, receivables and investments. The Company has also provided collaterals in the form of securities investments held by its subsidiaries.
2) Includes unamortied Effective Interest Rate (EIR) cost of **₹ 1,250.08 million** (previous year ₹ 1,046.07 million)

12.1 Terms of repayment of non-convertible debentures (NCDs) - as at 31 March 2025

Maturities	<1 years	1-3 years	> 3 years	Total
Rate of Interest				
8.00 - 8.99%	**1,429.61**	**-**	**-**	**1,429.61**
9.00 - 9.99%	**2,899.50**	**12,746.42**	**4,292.88**	**19,938.80**
10.00-10.99%	**-**	**2,100.60**	**6,272.55**	**8,373.15**
11.00 - 11.99%	**-**	**-**	**302.94**	**302.94**
Various (benchmark linked)	**-**	**560.00**	**-**	**560.00**
Accrued Interest and EIR	**-**	**-**	**-**	**119.92**
Total	**4,329.11**	**15,407.02**	**10,868.37**	**30,724.42**

Terms of repayment of non-convertible debentures (NCDs) - as at 31 March 2024

Maturities	<1 years	1-3 years	> 3 years	Total
Rate of Interest				
8.00 - 8.99%	1,936.89	1,429.61	-	3,366.50
9.00 - 9.99%	2,801.70	10,217.88	6,847.07	19,866.65
10.00-10.99%	-	-	4,230.51	4,230.51
Various (benchmark linked)	-	560.00	-	560.00
Accrued Interest and EIR	-	-	-	56.18
Total	4,738.59	12,207.49	11,077.58	28,079.84

The issue proceeds of Non-Convertible Debentures (NCDs) issued by the Company are being utilized as per the objects stated in the offer document. Further, there have been no deviations in the use of proceeds of issue of NCDs from the objects stated in the offer document.

All secured & redeemable debt securities issued by the Company and outstanding as on reporting date are fully secured by first charge / pari passu charge, as the case may be, on present & future receivables, book debts, loans and other financial & non- financial assets. Accordingly, the Company is maintaining asset cover of 1x or such higher asset cover required as per the terms of Offer document/ Debenture Trust Deed/ Information Memorandum.

13 Borrowings (other than debt securities)

Particulars	As at 31 March 2025	As at 31 March 2024
Unsecured (at amortised cost)		
Loans from related parties (refer note 35)	-	1,597.39
Total	-	**1,597.39**
Borrowings in India	-	1,597.39
Borrowings outside India	-	-
Total	-	1,597.39

13.1 Terms of repayment of borrowings - as at 31 March 2025

Maturities	<1 years	1-3 years	> 3 years	Total
Rate of Interest				
13.00 - 13.99%	-	-	-	-
Accrued Interest and EIR	-	-	-	-
Total	-	-	-	-

Terms of repayment of borrowings- as at 31 March 2024

Maturities	<1 years	1-3 years	> 3 years	Total
Rate of Interest				
13.00 - 13.99%	**1,595.42**	-	-	**1,595.42**
Accrued Interest and EIR	-	-	-	**1.97**
Total	**1,595.42**	-	-	**1,597.39**

14. Other financial liabilities

Particulars	As at 31 March 2025	As at 31 March 2024
Accrued salaries and benefits	**173.81**	267.50
Unpaid dividends	**9.25**	9.48
Risk and Reward undertaking	**477.01**	707.37
Financial guarantee obligation (at amortised cost)	**155.74**	89.46
Other payables	**21.95**	214.93
Total	**837.76**	1,288.74

15. Provisions

Particulars	As at 31 March 2025	As at 31 March 2024
Provision for employee benefits and related costs		
Compensated absences -Refer Note No 31(C)	**4.11**	3.95
Others	**-**	0.05
Total	**4.11**	4.00

16. Other non-financial liabilities

Particulars	As at 31 March 2025	As at 31 March 2024
Statutory dues*	**20.15**	48.51
Others	**0.42**	0.42
Income received in advance -Corporate guarantee fees	**473.65**	-
Total	**494.22**	48.93

* includes witholding taxes and other statutory dues payables.

17. Equity share capital

Particulars	As at 31 March 2025		As at 31 March 2024	
	No of shares	Amount	No of shares	Amount
Authorised :				
Equity Shares of ₹ 1 each	**1,230,000,000**	**1,230.00**	1,230,000,000	1,230.00
Preference shares of ₹ 5 each	**4,000,000**	**20.00**	4,000,000	20.00
Total	**1,234,000,000**	**1,250.00**	1,234,000,000	1,250.00
Issued, Subscribed and Fully Paid up:				
Equity Shares of ₹ 1 each	**945,831,726**	**945.83**	943,785,026	943.79
Less: Shares held by Edelweiss Employees Incentives and Welfare Trust (Refer note 1)	**(7,301,510)**	**(7.30)**	(7,301,510)	(7.30)
Less: Shares held by Edelweiss Employees Welfare Trust (Refer note 1)	**(17,129,270)**	**(17.13)**	(37,595,270)	(37.60)
Total	**921,400,946**	**921.40**	**898,888,246**	**898.89**

A. Reconciliation of number of equity shares
(Before deducting treasury shares)

Particulars	As at 31 March 2025		As at 31 March 2024	
	No of shares	Amount	No of shares	Amount
Outstanding at the beginning of the year	**943,785,026**	**943.79**	**943,275,276**	**943.28**
Shares issued during the year:				
Employee Stock Options Plans (ESOPs) & Stock appreciation rights (SARs)	**2,046,700**	**2.04**	**509,750**	**0.51**
Outstanding at the end of the year	**945,831,726**	**945.83**	943,785,026	943.79

Note :
1. Edelweiss Employees' Welfare Trust and Edelweiss Employees' Incentive and Welfare Trust are extension of Company's financial statements. These trusts are holding 2,44,30,780 number of equity shares amounting to **₹ 24.43 million** (Previous year ₹ 44.90 million). These are deducted from total outstanding equity shares.
2. Two Employee Welfare Trust(s) hold an aggregate **2,44,30,780** (Previous year 4,48,96,780) equity shares of the Company for incentive and welfare benefits for group employees as per extant applicable SEBI regulations. Pursuant to the exercise of rights available under Regulation 29 of SEBI (Share Based Employee Benefits) Regulations, 2014, the Company has applied, before the expiry date of 27 October 2019, for extension of the time limit for disposing of aforesaid equity shares. The said application is under consideration and approval for extension from SEBI is awaited as at date.

B. Terms/rights attached to equity shares :

The Company has only one class of equity shares having a par value of ₹ 1 per share. Each holder of equity shares is entitled to one vote per share.

In the event of liquidation of the Company, the equity shareholders will be entitled to receive the remaining assets of the Company, after distribution of all preferential amounts, if any, in proportion to the number of equity shares held by the shareholders.

17. Equity share capital (continued)

C. Details of shares held by promoters in the Company

As at 31 March 2025

Promoter name	No. of shares at the beginning of the year	Change during the year	No. of shares at the end of the year	% of total shares	% Change during the year
Rashesh Chandrakant Shah	**145,601,730**	**-**	**145,601,730**	**15.39%**	**(0.04)%**
Venkatchalam Ramaswamy	**59,576,560**	**-**	**59,576,560**	**6.30%**	**(0.01)%**
Mabella Trustee Services Private Limited (on behalf of M/s. Shah Family Discretionary Trust)	**38,750,000**	**-**	**38,750,000**	**4.10%**	**(0.01)%**
Vidya Rashesh Shah	**31,066,200**	**4,200,000**	**35,266,200**	**3.73%**	**0.44%**
Aparna T Chandrashekar	**12,210,000**	**-**	**12,210,000**	**1.29%**	**0.00%**
Kaavya Venkat Arakoni	**11,790,000**	**-**	**11,790,000**	**1.25%**	**0.00%**
Spire Investment Advisors LLP	**3,200,000**	**-**	**3,200,000**	**0.34%**	**0.00%**
Sneha Sripad Desai	**1,025,000**	**-**	**1,025,000**	**0.11%**	**0.00%**
Shilpa Urvish Mody	**950,000**	**-**	**950,000**	**0.10%**	**0.00%**
Sejal Premal Parekh	**950,000**	**-**	**950,000**	**0.10%**	**0.00%**
Arakoni Venkatachalam Ramaswamy	**50,000**	**-**	**50,000**	**0.01%**	**0.00%**
Neel Rashesh Shah	**2,000,000**	**(2,000,000)**	**-**	**0.00%**	**(0.21)%**
Avanti Rashesh Shah	**2,000,000**	**(2,000,000)**	**-**	**0.00%**	**(0.21)%**
Total	**309,169,490**	**200,000**	**309,369,490**	**32.72%**	**(0.04)%**

As at 31 March 2024

Promoter name	No. of shares at the beginning of the year	Change during the year	No. of shares at the end of the year	% of total shares	% Change during the year
Rashesh Chandrakant Shah	145,601,730	-	145,601,730	15.43%	(0.01)%
Venkatchalam Ramaswamy	58,126,560	1,450,000	59,576,560	6.31%	0.15%
Mabella Trustee Services Private Limited (on behalf of M/s. Shah Family Discretionary Trust)	38,750,000	-	38,750,000	4.11%	0.00%
Vidya Rashesh Shah	31,031,200	35,000	31,066,200	3.29%	0.00%
Aparna T Chandrashekar	12,210,000	-	12,210,000	1.29%	0.00%
Kaavya Venkat Arakoni	11,790,000	-	11,790,000	1.25%	0.00%
Spire Investment Advisors LLP	3,200,000	-	3,200,000	0.34%	0.00%
Sneha Sripad Desai	1,025,000	-	1,025,000	0.11%	0.00%
Shilpa Urvish Mody	950,000	-	950,000	0.10%	0.00%
Sejal Premal Parekh	950,000	-	950,000	0.10%	0.00%
Arakoni Venkatachalam Ramaswamy	50,000	-	50,000	0.01%	0.00%
Neel Rashesh Shah	2,000,000	-	2,000,000	0.21%	0.00%
Avanti Rashesh Shah	2,000,000	-	2,000,000	0.21%	0.00%
Total	307,684,490	1,485,000	309,169,490	32.76%	0.14%

D. Details of shares held by shareholders holding more than 5% of the aggregate shares in the Company

	As at 31 March 2025		As at 31 March 2024	
	No of shares	**% holding**	No of shares	% holding
Rashesh Shah	**145,601,730**	**15.39%**	145,601,730	15.43%
Venkatchalam Ramaswamy	**59,576,560**	**6.30%**	59,576,560	6.31%
Clsa Global Markets Pte. Ltd-Odi	**54,251,793**	**5.74%**	-	-
Total	**259,430,083**	**27.43%**	205,178,290	21.74%

E. The Company has not issued any bonus shares or shares for consideration other than cash nor has there been any buyback of shares during five years immediately preceding 31 March, 2025

18. Other equity

Particulars	As at 31 March 2025	As at 31 March 2024
Share application money pending allotment	**0.35**	2.25
Capital redemption reserve	**2.03**	2.03
Securities premium	**31,665.79**	30,736.43
ESOP and SAR reserve	**224.28**	372.06
General reserve	**508.64**	508.64
Retained earnings	**21,848.36**	22,108.13
Total	**54,249.45**	53,729.54

For movement of the above components refer statement of changes in equity.

Nature and Purpose

18.1 Share application money pending allotment

Share application money pending allotment means the amount received on the application on which allotment is not yet made.

18.2 Capital redemption reserve

The Company has recognised capital redemption reserve on buy back of equity share capital.

18.3 Securities premium

Securities premium is used to record the premium on issue of shares. It shall be utilised in accordance with the provisions of the Companies Act, 2013

18.4 ESOP and SAR reserve

ESOP and SAR options outstanding represents the amount transferred to reserves pursuant to the "ESOP 2011" and "SAR 2019" schemes.

18.5 General reserve

Under the erstwhile Companies Act 1956, general reserve was created through an annual transfer of net income at a specified percentage in accordance with applicable regulations. The purpose of these transfers was to ensure that if a dividend distribution in a given year is more than 10% of the paid-up capital of the Company for that year, then the total dividend distribution is less than the total distributable results for that year. Consequent to introduction of Companies Act 2013, the requirement to mandatorily transfer a specified percentage of the net profit to general reserve has been withdrawn. However, the amount previously transferred to the general reserve can be utilised only in accordance with the specific requirements of Companies Act, 2013.

18.6 Retained earnings

Retained earnings comprises of the Company's undistributed earnings after taxes.

19. Interest income

Particulars	For the year ended 31 March 2025	For the year ended 31 March 2024
On financial assets measured at Amortised cost		
Interest on loans	**4,126.34**	4,043.41
Interest on deposits with banks	**13.02**	36.13
Other interest income	**1.04**	0.26
Total	**4,140.40**	4,079.80

20. Fee and commission income

Particulars	For the year ended 31 March 2025	For the year ended 31 March 2024
Advisory and other fees	**362.21**	399.11
Total	**362.21**	399.11

Below is the disaggregation of the revenue from contracts with customers and its reconciliation to amounts reported in statement of profit and loss:

Particulars	For the year ended 31 March 2025	For the year ended 31 March 2024
Service transferred at a point in time	**237.87**	399.11
Service transferred over time	**124.34**	-
Total revenue from contract with customers	**362.21**	399.11

Geographical Markets	For the year ended 31 March 2025	For the year ended 31 March 2024
India	**362.21**	356.51
Outside India	**-**	42.60
Total revenue from contract with customers	**362.21**	399.11

Note

The Company satisfies its performance obligations on completion of service with regards to investment banking, advisory, and other fees. The payments on these contracts is due on completion of service, the contracts do not contain a significant financing component and the consideration is not variable.

21. Net gain /(loss) on fair value changes

Particulars	For the year ended 31 March 2025	For the year ended 31 March 2024
Net gain /(loss) on financial instruments at fair value through profit or loss		
On Investments	**40.43**	1,866.41
Others		
Fair value gain/ (loss) on risk and reward undertaking	**(1,572.41)**	(7,736.59)
Total Net gain/(loss) on fair value changes	**(1,531.98)**	(5,870.18)

Fair Value changes:		
Realised gain/(loss)	**(1,351.82)**	(5,839.12)
Unrealised gain/(loss)	**(180.16)**	(31.06)
Total	**(1,531.98)**	(5,870.18)

22. Other income

Particulars	For the year ended 31 March 2025	For the year ended 31 March 2024
Profit on buy back/sale of stake in subsidiaries	**363.55**	11,558.92
Interest on Income Tax Refund	**10.61**	103.99
Miscellaneous income	**76.24**	5.18
Total	**450.40**	11,668.09

23. Finance cost

Particulars	For the year ended 31 March 2025	For the year ended 31 March 2024
(at amortised cost unless otherwise stated)		
Interest on debt securities	**3,260.11**	3,233.15
Interest on borrowings (other than debt securities)	**21.99**	14.65
Other interest expense	**159.15**	21.10
Total	**3,441.25**	3,268.90

24. Impairment on financial instruments (at amortised cost unless otherwise stated)

Particulars	For the year ended 31 March 2025	For the year ended 31 March 2024
On loans	**6.42**	**0.24**
On investments	**(6.15)**	**-**
On trade receivables	**6.77**	**3.09**
Total	**7.04**	**3.33**

25. Employee benefits expense

Particulars	For the year ended 31 March 2025	For the year ended 31 March 2024
Salaries and wages	**302.06**	**370.02**
Contribution to provident and other funds	**5.80**	**1.45**
Share based payment to employees (Refer Note 38)	**26.71**	**(27.40)**
Staff welfare expenses	**7.40**	**3.14**
Total	**341.97**	**347.21**

26. Other expenses

Particulars	For the year ended 31 March 2025	For the year ended 31 March 2024
Advertisement and business promotion	**15.75**	**13.44**
Auditors' remuneration (Refer note 26.(a))	**13.57**	**20.90**
Commission and brokerage	**80.53**	**14.71**
Communication expenses	**0.89**	**0.86**
Computer software expenses	**68.57**	**62.28**
Commission to non-executive directors	**-**	**15.75**
Electricity charges	**1.07**	**1.46**
Contribution towards corporate social responsibility ('CSR') (Refer Note 26.(b))	**83.11**	**125.00**
Directors' sitting fees	**3.90**	**3.98**
Insurance	**22.26**	**8.50**
Legal and professional fees	**189.61**	**318.07**
Management fees	**-**	**784.67**
Foreign exchange loss	**0.17**	**0.02**
Membership and subscription	**3.26**	**4.13**
Goods and Service tax expenses	**7.84**	**33.26**
Office expenses	**0.18**	**1.60**
Clearing & Custodian charges	**13.94**	**11.47**
Printing and stationery	**17.69**	**14.29**
Rates and taxes	**8.72**	**7.99**
Rent	**35.26**	**50.44**
Repairs and maintenance	**0.80**	**0.38**
Travelling and conveyance	**13.91**	**3.63**
Miscellaneous expenses	**3.10**	**2.01**
Total	**584.13**	**1,498.84**

26. (a) Auditors' remuneration

Particulars	For the year ended 31 March 2025	For the year ended 31 March 2024
Statutory Audit	**7.00**	**5.50**
Limited review	**4.57**	**5.83**
Certification & others	**1.88**	**9.30**
Towards reimbursement of expenses	**0.12**	**0.27**
Total	**13.57**	**20.90**

26. (b) Details of CSR Expenditure

Particulars	For the year ended 31 March 2025	For the year ended 31 March 2024
As per the provisions of Section 135 of Companies Act 2013,		
(A) Amount required to be spent by the Company	**83.11**	**125.00**
(B) Amount of Expenditure Incurred		
(i) Construction/ Acquisition of any assets	**-**	**-**
(ii) on purpose other than (i) above	**83.11**	**125.00**
(C) Shortfall at end of the year		
(i) Construction/ Acquisition of any assets	**-**	**-**
(ii) on purpose other than (i) above	**-**	**-**
(D) Total of previous years shortfall	**-**	**-**
(E) Reason for shortfall	**N.A**	**N.A**
(F) Nature of CSR activities		
Education, Community resilience and climate action and women empowerment	**-**	**-**
(G) Details of related party transactions		
Name of related party	**EdelGive Foundation**	
Relationship	**Subsidiary**	
Where a provision is made with respect to a liability incurred by entering into a contractual obligation	**-**	-

There is no shortfall in the CSR amount required to be spent by the Company as per section 135(5) of the Act for the financial years ended March 31, 2025 and March 31, 2024.

The Company has incurred the above CSR expenditure by making a payment to Edelgive Foundation, a Section 8 company under the Companies Act, 2013 and a subsidiary of the Company.

27. Income tax

The components of income tax expense recognised in profit or loss for the year ended 31 March 2025 and 31 March 2024 are:

Particulars	For the year ended 31 March 2025	For the year ended 31 March 2024
Current tax	**57.14**	111.36
Adjustment in respect of income tax of prior years	**-**	-
Deferred tax relating to origination and reversal of temporary differences	**(80.62)**	(1908.23)
Total tax expense	**(23.48)**	(1,796.87)

27.1. Reconciliation of the total tax expense

The tax expense shown in the statement of profit and loss differs from the tax expense that would apply if all profits had been charged at corporate tax rate. A reconciliation between the tax expense and the accounting profit multiplied by domestic tax rate for the year, as follows:

Particulars	For the year ended 31 March 2025	For the year ended 31 March 2024
Profit before tax	**(542.56)**	5,155.25
Tax rate	**25.17%**	25.17%
Income tax expense calculated based on above tax rate	**(136.56)**	1,297.58
Effect of non-deductible expenses	**21.74**	-
Effect of non recongnition of deferred tax asset on current-year losses	**-**	(3,094.45)
Others	**91.34**	-
Tax expense recognised in profit or loss	**(23.48)**	(1,796.87)

28. Components of deferred tax

The following table shows deferred tax recorded in the balance sheet and changes recorded in the income tax expense:

As at 31 March 2025	Opening deferred tax asset/(liability)	Recognised in profit or loss	Recognised in other comprehensive income	Recognised directly in equity	Others	Total Movement	Closing deferred tax asset/(liability)
Trade receivables & Loan- expected credit losses	**5.96**	**3.30**	**-**	**-**	**-**	**3.30**	**9.26**
Property, Plant and Equipment and Intangible assets	**6.49**	**(5.55)**	**-**	**-**	**-**	**(5.55)**	**0.94**
Unutilised tax losses	**3,876.00**	**189.98**	**-**	**-**	**-**	**189.98**	**4,065.98**
Employee benefits obligations	**0.99**	**0.03**	**4.03**	**-**	**-**	**4.06**	**5.05**
Fair valuation of Investments	**(0.91)**	**2.55**	**-**	**-**	**(0.37)**	**2.18**	**1.27**
Effective interest rate on Borrowing	**(263.30)**	**(51.34)**	**-**	**-**	**-**	**(51.34)**	**(314.64)**
Provision on risk and reward undertaking	**178.05**	**(58.35)**	**-**	**-**	**-**	**(58.35)**	**119.70**
Total	**3,803.28**	**80.62**	**4.03**	**-**	**(0.37)**	**84.28**	**3,887.56**

As at 31 March 2024	Opening deferred tax asset/(liability)	Recognised in profit or loss	Recognised in other comprehensive income	Recognised directly in equity	Others	Total Movement	Closing deferred tax asset/(liability)
Trade receivables & Loan- expected credit losses	7.96	(2.00)	-	-	-	(2.00)	5.96
Property, Plant and Equipment and Intangible assets	7.80	(1.31)	-	-	-	(1.31)	6.49
Unutilised tax losses	783.04	3,092.96	-	-	-	3,092.96	3,876.00
Employee benefits obligations	2.15	(1.16)	-	-	-	(1.16)	0.99
Fair valuation of Investments	(27.84)	26.93	-	-	-	26.93	(0.91)
Effective interest rate on Borrowing	(190.74)	(72.56)	-	-	-	(72.56)	(263.30)
Provision on risk and reward undertaking	1,312.68	(1,134.63)	-	-	-	(1,134.63)	178.05
Total	**1,895.05**	**1,908.23**	**-**	**-**	**-**	**1,908.23**	**3,803.28**

28. Components of deferred tax (Continued)

28.1. Deductible temporary differences, unused tax losses and unused tax credits on which deferred tax asset is not recognised in balance sheet

As at 31 March 2025

Financial Year to which the loss related to	Deductible temporary differences		Unused tax losses							Unused tax credits	
	Amount	Expiry year- financial year	Unabsorbed depreciation		Unabsorbed long term capital losses		Unabsorbed short term capital losses		Total	Mat Credit	
			Amount	Expiry year- financial year	Amount	Expiry year- financial year	Amount	Expiry year- financial year	Amount	Amount	Expiry year- financial year
FY 2022-23	**1,599.95**	**Not Applicable**	**-**	-	-	-	**-**	-	-	-	**-**
FY 2021-22	**200.00**	**Not Applicable**	**-**	-	-	-	**-**	-	-	-	**-**
FY 2020-21	-	-	-	-	**2,488.88**	**FY 2028-29**	**526.02**	**FY 2028-29**	**3,014.90**	**-**	**-**

As at 31 March 2024

Financial Year to which the loss related to	Deductible temporary differences		Unused tax losses							Unused tax credits	
	Amount	Expiry year- financial year	Unabsorbed depreciation		Unabsorbed long term capital losses		Unabsorbed short term capital losses		Total	Mat Credit	
			Amount	Expiry year- financial year	Amount	Expiry year- financial year	Amount	Expiry year- financial year	Amount	Amount	Expiry year- financial year
FY 2022-23	1,599.95	Not Applicable	-	-	-	-	-	-	-	-	-
FY 2021-22	200.00	Not Applicable	-	-	-	-	-	-	-	-	-
FY 2020-21	-	-	-	-	2,488.88	FY 2028-29	526.02	FY 2028-29	3,014.90	-	-

29. Earnings per share (EPS)

In accordance with Indian Accounting Standard 33 – "Earnings Per Share" prescribed by Companies (Accounts) Rules, 2015, the computation of earnings per share is set out below:

Particulars	31 March 2025	31 March 2024
Profit/(loss) for the year	**(519.08)**	6,952.12
Calculation of weighted average number of equity shares of ₹1 each		
Number of shares outstanding at the beginning of the year	**898,888,246**	898,378,496
Number of shares issued held by Employee Welfare Trust during the year	**20,466,000**	-
Number of shares issued under Employee Stock Options Plans (ESOPs) & Stock appreciation rights (SARs)	**2,046,700**	509,750
Total number of equity shares outstanding at the end of the year	**921,400,946**	898,888,246
Weighted average number of shares outstanding at the end of the year for basic EPS	**910,473,320**	898,871,130
Number of dilutive potential equity shares	**11,482,145**	2,088,781
Weighted average number of shares outstanding at the end of the year for diluted EPS	**921,955,465**	900,959,911
Earnings per share (EPS) (Face value ₹ 1 each)		
Basic earnings share (in ₹)	**(0.57)**	7.73
Diluted earning per share (in ₹)	**(0.56)**	7.72

30. Segment information

The Company is engaged primarily in the business of merchant banking and holding company activities such as capital allocation and managerial oversight to the businesses of subsidiaries and investment activities and accordingly there are no separate reportable segments as per Ind AS 108 dealing with Operating Segments.

31. Retirement benefit plan

A) Defined contribution plan (Provident fund and National Pension Scheme):

In accordance with Employees' Provident Fund and Miscellaneous Provisions Act, 1952, employees of the Company are entitled to receive benefits under the provident fund, a defined contribution plan, in which, both the employee and the Company contribute monthly at a determined rate. These contributions are made to a recognized provident fund administered by Regional Provident Fund Commissioner. The employees contribute 12% of their basic salary and the Company contributes an equal amount.

The Company recognised **₹ 7.85 million** (Previous year: ₹ 6.98 million) for provident fund and other contributions in the statement of profit and loss.

B) Defined benefit plan (Gratuity):

In accordance with the Payment of Gratuity Act, 1972, the Company provides for gratuity, a defined benefit plan covering all employees. The plan provides a lump sum payment to vested employees at retirement or termination of employment in accordance with the rules laid down in the Payment of Gratuity Act, 1972. The gratuity benefit is partially provided through funded plan and annual expense is charged to the statement of profit and loss on the basis of actuarial valuation.

The most recent actuarial valuation of plan assets and the present value of the defined benefit obligation for gratuity were carried out as at 31 March 2025.The present value of the defined benefit obligations and the related current service cost and past service cost, were measured using the Projected Unit Credit Method.

Based on the actuarial valuation obtained in this respect, the following table sets out the status of the gratuity plan and the amounts recognised in the Company's financial statements as at balance sheet date:

Statement of profit and loss

Expenses recognised in the Statement of Profit and Loss:

Particulars	**31 March 2025**	31 March 2024
Current service cost	**0.59**	0.43
Interest on net defined benefit liability/ (asset)	**(2.64)**	(2.86)
Total included in 'Employee benefits expense'	**(2.05)**	**(2.43)**

Movement in Other Comprehensive Income:

Particulars	**31 March 2025**	31 March 2024
Balance at start of year (Loss)/ Gain	**4.77**	9.04
Re-measurements on defined benefit obligation (DBO)		
a. Actuarial (Loss)/ Gain from changes in financial assumptions	**(0.38)**	(0.04)
b. Actuarial (Loss)/ Gain from experience over the past year	**(0.43)**	(0.40)
c. Actuarial Loss/(Gain) from changes in demographic assumptions	**-**	-
Return on plan assets excluding amount included in net interest on the net defined benefit liability/ (asset)	**0.98**	4.43
Changes in the effect of limiting a net defined benefit asset to the asset ceiling excluding amount included in net interest on the net defined benefit liability/ (asset)	**(16.12)**	(8.26)
Balance at end of year (Loss)/ Gain	**(11.18)**	4.77

Balance sheet

Reconciliation of defined benefit obligation (DBO) :

Particulars	**31 March 2025**	**31 March 2024**
Present value of DBO at the beginning of the year	**13.21**	38.28
Acquisition/ (Divestiture)		
Interest cost	**1.25**	1.08
Current service cost	**0.59**	0.43
Benefits paid	**(6.00)**	(4.00)
Actuarial (gain)/loss	**0.81**	0.45
Transfer in / (Out)	**4.65**	(23.03)
Present value of DBO at the end of the year	**14.51**	**13.21**

31. Retirement benefit plan (Continued)

Reconciliation of fair value of plan assets:

Particulars	31 March 2025	31 March 2024
Fair value of plan assets at the beginning of the year	**63.99**	55.61
Contributions by Employer	**6.00**	4.00
Benefits paid	**(6.00)**	(4.00)
Interest income	**4.47**	3.95
Return on plan asset excluding amount included in net interest on the net defined benefit liability/ (asset)	**0.97**	4.43
Fair value of plan assets at the end of the year	**69.43**	63.99
Actual Return on Plan Assets	**5.44**	8.38

B) Defined benefit plan (Gratuity) (Continued):

Net (asset)/ liability recognised in the balance sheet:

Particulars	31 March 2025	31 March 2024
Present value of DBO	**14.51**	13.21
Fair value of plan assets at the end of the year	**69.43**	63.99
Net Liability / (Assets)	**(54.92)**	(50.78)
Less: Effect of limiting net assets to asset ceiling	**24.94**	8.25
Liability / (Assets) recognised in the balance sheet	**(29.98)**	(42.53)
Funded Status [Surplus/ (Deficit)]	**54.92**	50.78
Experience Adjustment on Plan Liabilities: (Gain)/ Loss	**0.43**	0.40

Experience adjustments:

Particulars	31 March 2025	31 March 2024	31 March 2023	31 March 2022	31 March 2021
On plan liabilities: (gain) / loss	**0.43**	0.40	0.45	2.12	(2.95)
On plan assets: gain / (loss)	-	-	-	-	-
Estimated contribution for next year	-	-	-	-	-

Percentage Break-down of Total Plan Assets

	31 March 2025	31 March 2024
Investment in Unit linked funds with insurance company	**99.90%**	99.90%
Cash and cash equivalents	**0.10%**	0.10%
Total	**100.00%**	100.00%

Principal actuarial assumptions at the balance sheet date:

Particulars	31 March 2025	31 March 2024
Discount rate	**6.30%**	7.00%
Salary escalation	**7.00%**	7.00%
Employees attrition rate	**16.00%**	16.00%
Mortality Rate	**IALM 2012-14 (Ultimate)**	IALM 2012-14 (Ultimate)
Interest Rate on Net DBO (%)	**7.00%**	7.10%
Expected weighted average remaining working life	**3.5 years**	3.5 years

Sensitivity Analysis

DOB increases / (decreases) by	31 March 2025	31 March 2024
1 % Increase in Salary Growth Rate	**0.26**	0.11
1 % Decrease in Salary Growth Rate	**(0.24)**	(0.10)
1 % Increase in Discount Rate	**(0.24)**	(0.10)
1 % Decrease in Discount Rate	**0.26**	0.11
1 % Increase in Withdrawal Rate	**(0.01)**	-
1 % Decrease in Withdrawal Rate	**0.01**	-
Mortality (Increase in expected lifetime by 1 year)	-	-
Mortality (Increase in expected lifetime by 3 year)	-	-

Note: The sensitivity is performed on the DBO at the respective valuation date by modifying one parameter whilst retaining other parameters constant there are no changes from the previous year to the methods and assumptions underlying the sensitivity analyses.

31. Retirement benefit plan (Continued)

Movement in Net (Liability)/ Asset

Particulars	31 March 2025	31 March 2024
Net (Liability)/ Asset at start of the year	**42.53**	17.33
Net Transfer (In)/ Out	**(4.65)**	23.03
Current Service Cost	**(0.59)**	(0.43)
Net Interest on net DBO	**2.64**	2.87
Re-measurements (gain/ (loss)	**(15.95)**	(4.27)
Employer's Contribution	**6.00**	4.00
Net (Liability)/ Asset at end of year	**29.98**	42.53

C) Compensated absences :

The Company provides for accumulated compensated absences as at the balance sheet date using projected unit credit method based on actuarial valuation.

D) Other Disclosures

Description of Asset Liability Matching (ALM) Policy

The Company has an insurance plans invested in market linked assets. The investment returns of the market-linked plan are sensitive to the changes in interest rates and equity prices. The liabilities' duration is not matched with the assets' duration.

Description of funding arrangements and funding policy that affect future contributions

The liabilities of the fund are funded by assets. The Company aims to maintain a close to full-funding position at each Balance Sheet date. Future expected contributions are disclosed based on this principle.

Maturity profile

The average expected remaining lifetime of the plan members is 3.5 years (31 March 2024: 3.5 years) as at the date of valuation.

32. Changes in liabilities arising from financing activities

Particulars	01 April 2024	Cash flows(net)	Others**	31 March 2025
Borrowings*	**29,677.23**	**779.48**	**267.71**	**30,724.42**
Total liabilities from financing activities	**29,677.23**	**779.48**	**267.71**	**30,724.42**

Particulars	01 April 2023	Cash flows(net)	Others**	31 March 2024
Borrowings*	25,886.54	3,735.53	55.16	29,677.23
Total liabilities from financing activities	25,886.54	3,735.53	55.16	29,677.23

* Comprises of debt securities and borrowings (other than debt securities).
** Refers to interest accrued during the year.

33. Contingent liabilities & commitments :

33.1 Contingent liabilities

a) Claims against the Company not acknowledged as debt:

- Income Tax matters in respect of which appeal is pending **₹ 5.69 million** (Previous year: ₹ 5.69 million).
- Service Tax matters in respect of which appeal is pending **₹ 430.75 million** (Previous year: ₹ 430.75 million).
- Litigation pending against Company amounts to **₹ 7.80 million** (Previous year: ₹ 7.39 million).

b) Other claim not acknowledged as debt:

i) The Company's pending litigations mainly comprise of claims against the Company pertaining to proceedings pending with Income tax, service tax and other authorities. The Company has reviewed all its pending litigations and proceedings and has adequately provided for where provisions are required and disclosed as contingent liabilities where applicable, in the financial statements. The Company believes that the outcome of these proceedings will not have a materially adverse effect on the Company's financial position and results of operations.

ii) The Company has received demand notices from tax authorities on account of disallowance of expenditure for earning exempt income under Section 14A of Income Tax Act 1961 read with Rule 8D of the Income Tax Rules, 1962. The company has filed appeal/s and is defending its position. Based on the favourable outcome in Appellate proceedings in the past and as advised by the tax advisors, company is reasonably certain about sustaining its position in the pending cases, hence the possibility of outflow of resources embodying economic benefits on this ground is remote.

iii) Pursuant to the Income Tax Authorities ("the ITA") investigation, after 31 March 2024, the Company had received assessment order cum demand notice from ITA for AY 2022-23. Based on the legal opinion obtained by the Company, management believes that the demand is not sustainable. The Company has filed an appeal against the said assessment order. Thus, no adjustment is required in the Standalone Financial Statements of the Company.

c) Guarantees excluding financial guarantees :
Corporate/other guarantee not acknowledged as debt:
Corporate/other guarantee given by the Company on behalf of its subsidiaries and to third party which is outstanding as at 31 March 2025 and 31 March 2024 is given below:

Particulars	As at 31 March 2025	As at 31 March 2024
Guarantee to trustees and others for non convertible debentures and other borrowings	**20,746.60**	23,157.75
Guarantee to Banks for loan taken by subsidiaries	**2,827.16**	3,257.11
Total	**23,573.76**	26,414.86

33.2 Capital commitment
Estimated amount of contracts remaining to be executed on capital account and not provided for (net of advances) **₹ Nil** (Previous year: ₹ Nil).

34. Cost Sharing

The group companies provide business and support services to each other basis of the signed agreed terms. The services provided are with the intent to create synergies at group level for e.g. sharing of empty spaces with the group companies, having common HR and admin teams, using one's available resource for the benefit of the group.

In consideration of the business and management oversight by Edelweiss group, the beneficiaries shall share and pay towards the costs, as agreed. It is expressly agreed between the parties that sharing of these cost shall be on the total cost over the financial year (April to March) adequate to compensate the function performed , assets employed and risks assumed by group companies and will be determined by the beneficiaries and edelweiss group companies. The amount payable by the beneficiaries is reviewed intermittently and any amendment to the same is mutually agreed upon in writing by the parties. For the purpose of total cost means all operating expense including but not limited to, normal recurring cost such as office rent, communication charges, salaries, employee benefits, cost of approved third-party vendor, deprecation on assets used and amortization.

35. Disclosure as required by Indian Accounting Standard 24 – Related Party Disclosure

(A) Subsidiaries which are controlled by the Company:

1 ECL Finance Limited
2 Edelcap Securities Limited
3 ECap Securities and Investments Limited
4 EAAA India Alternatives Limited (formerly known as Edelweiss Alternative Asset Advisors Limited)
5 Ecap Equities Limited
6 Edel Investments Limited
7 Edelweiss Life Insurance Company Limited (formerly known as Edelweiss Tokio Life Insurance Company Limited)
8 Edelweiss Trusteeship Company Limited
9 Edelweiss Asset Management Limited
10 Edelweiss Investment Adviser Limited
11 EC International Limited (Liquidated w.e.f January 1, 2025)
12 Edelgive Foundation
13 EAAA Pte. Limited (formerly known as Edelweiss Alternative Asset Advisors Pte. Limited)
14 Edelweiss International (Singapore) Pte. Limited
15 Edelweiss Retail Finance Limited
16 Nido Home Finance Limited
17 Edelweiss Rural & Corporate Services Limited
18 Comtrade Commodities Services Limited
19 Edel Finance Company Limited
20 Zuno General Insurance Limited
21 Edelweiss Asset Reconstruction Company Limited
22 Edelweiss Securities and Investments Private Limited
23 Allium Corporate Services Private Limited (formerly known as Allium Finance Private Limited)
24 Nuvama Custodial Services Limited
25 EAAA Real Assets Managers Limited (formerly known as Edelweiss Real Asset Managers Limited)
26 Sekura India Management Limited
27 Edelweiss Global Wealth Management Limited
28 Edelweiss Employees Welfare Trust
29 Edelweiss Employees Incentive and Welfare Trust
30 Edelweiss Private Equity Tech Fund
31 Edelweiss Value and Growth Fund
32 Edelweiss Multi Strategy Fund Advisors LLP
33 India Credit Investment Fund - III (upto 31 March 2024)
34 India Credit Investment Fund - II (upto 31 October 2023)
35 India Credit Investment Fund - 5 (from 09 August 2023 upto 31 March 2024)
36 Nuvama Investment advisors LLC (Upto 05 September 2023)

35. Disclosure as required by Indian Accounting Standard 24 – Related Party Disclosure (Continued):

(B) Enterprises over which control is exercised by the Company:

Trust name :

1 EARC TRUST SC - 130
2 EARC SAF-2 TRUST
3 EARC TRUST SC - 238
4 EARC TRUST SC - 334
5 EARC TRUST SC - 344
6 EARC TRUST SC - 347
7 EARC TRUST SC - 352
8 EARC TRUST SC - 370
9 EARC TRUST SC - 6
10 EARC TRUST SC - 9
11 EARC TRUST SC - 102
12 EARC TRUST SC - 112
13 EARC TRUST SC - 229
14 EARC TRUST SC - 245
15 EARC TRUST SC - 251
16 EARC TRUST SC - 482
17 EARC TRUST SC - 442
18 EARC TRUST SC - 483
19 EARC TRUST SC - 484
20 EARC TRUST SC - 384
21 EARC TRUST SC - 298
22 EARC TRUST SC - 308
23 EARC TRUST SC - 314
24 EARC TRUST SC - 329
25 EARC TRUST SC - 331
26 EARC TRUST SC - 361
27 EARC TRUST SC - 386
28 EARC TRUST SC - 425
29 EARC TRUST SC - 263
30 EARC TRUST SC - 348
31 EARC TRUST SC - 381
32 EARC TRUST SC - 383
33 EARC TRUST SC - 385
34 EARC TRUST SC - 391
35 EARC TRUST SC - 372
36 EARC TRUST SC - 373
37 EARC TRUST SC - 374
38 EARC TRUST SC - 392
39 EARC TRUST SC - 393
40 EARC TRUST SC - 380
41 EARC TRUST SC - 387
42 EARC TRUST SC - 325
43 EARC TRUST SC - 394
44 EARC TRUST SC - 397
45 EARC TRUST SC - 486
46 EARC TRUST SC - 492
47 EARC TRUST SC - 375
48 EARC TRUST SC - 401
49 EARC TRUST SC - 413
50 EARC TRUST SC - 416
51 EARC TRUST SC - 402
52 EARC TRUST SC - 376
53 EARC TRUST SC - 406
54 EARC TRUST SC - 377
55 EARC TRUST SC - 378
56 EARC TRUST SC - 451
57 EARC TRUST SC - 396
58 EARC TRUST SC - 410
59 EARC TRUST SC - 405
60 EARC TRUST SC - 428
61 EARC TRUST SC - 412
62 EARC TRUST SC - 415
63 EARC TRUST SC - 430
64 EARC TRUST SC - 417
65 EARC TRUST SC - 434
66 EARC TRUST SC - 444
67 EARC TRUST SC - 489
68 EARC TRUST SC - 464
69 EARC TRUST SC - 493
70 EARC TRUST SC - 455
71 EARC TRUST SC - 470
72 EARC TRUST SC - 462
73 EARC TRUST SC - 418
74 EARC TRUST SC - 436
75 EARC TRUST SC - 421
76 EARC TRUST SC - 422
77 EARC TRUST SC - 423
78 EARC TRUST SC - 424
79 EARC TRUST SC - 447
80 EARC TRUST SC - 452
81 EARC TRUST SC - 453
82 EARC TRUST SC - 433
83 EARC TRUST SC - 445
84 EARC TRUST SC - 448
85 EARC TRUST SC - 449
86 EARC TRUST SC - 459
87 EARC TRUST SC - 443
88 EARC TRUST SC - 477
89 EARC TRUST SC - 481
90 EARC TRUST SC - 456
91 EARC TRUST SC - 360 (Upto 30th June 2024)
92 EARC TRUST SC - 332 (Upto 30th September 2024)

Upto 31st December 2023

93 EARC TRUST SC - 7
94 EARC TRUST SC - 109
95 EARC TRUST SC - 440
96 EARC TRUST SC - 441

Upto 31st December 2024

97 EARC TRUST SC - 227
98 EARC TRUST SC - 228
99 EARC TRUST SC - 266
100 EARC TRUST SC - 351
101 EARC TRUST SC - 429
102 EARC TRUST SC - 388
103 EARC TRUST SC - 431
104 EARC TRUST SC - 427
105 EARC TRUST SC - 488

W.e.f 31st March 2025

106 EARC TRUST SC - 469
107 EARC TRUST SC - 494
108 EARC TRUST SC - 395
109 EARC TRUST SC - 461
110 EARC TRUST SC - 357
111 EARC TRUST SC - 363
112 EARC TRUST SC - 457
113 EARC TRUST SC - 468

35. Disclosure as required by Indian Accounting Standard 24 – Related Party Disclosure (Continued):

(C) Individuals owning, directly or indirectly, an interest in the voting power of the Company that gives them control or significant influence over the Company:

Mr. Rashesh Shah
Mr. Venkatchalam Ramaswamy
Ms. Vidya Shah
Ms. Aparna T. C.

(D) Key Managerial Personnel (KMP):

Mr. Rashesh Shah - Chairman and Managing Director
Mr. Venkatchalam Ramaswamy - Vice Chairman and Executive Director
Ms. Ananya Suneja – Chief Financial Officer
Mr. Tarun Khurana - Company Secretary
Mr. Himanshu Kaji- Executive Director (Upto 26th September, 2023)

(E) Relatives of individuals exercising significant Influence and relatives of KMPs with whom transactions have taken place

Ms. Kaavya Venkat
Ms. Shilpa Mody
Ms. Sejal Premal Parekh
Mr. A V Ramaswamy
Ms. Sneha Sripad Desai
Ms. Avanti Shah
Mr. Neel Shah

(F) Enterprises over which Promoter/KMPs/ Relatives exercise significant influence, with whom transactions have taken place

Shah Family Discretionary Trust
Spire Investment Advisors LLP

(G) Independent Directors

Mr. Ashok Kini
Dr. Ashima Goyal
Mr. Shiva Kumar
Mr. C. Balagopal (w.e.f. 02 August 2024)
Mr. Biswamohan Mahapatra (upto 26 September 2023)

35. Disclosure as required by Indian Accounting Standard 24 – "Related Party Disclosure" (Continued):

(H) Transactions and balances with Related Parties:

Sr.No	Nature of Transaction	Related Party Name	31 March 2025	31 March 2024
	Transactions with Related Parties:			
1	**Sale of equity shares to**	Edel Finance Company Limited	**-**	26,408.40
2	**Amount received on winding up of subsidiary**	EC International Limited	**4.03**	-
3	**Purchase of equity shares from**	Ecap Equities Limited	**1,400.40**	-
4	**Investment in compulsory convertible debentures of**	Edel Finance Company Limited	**-**	8,000.00
5	**Investment in equity shares of**	Edel Finance Company Limited	**-**	2,000.00
		Zuno General Insurance Limited	**1,160.00**	1,930.00
		Edelweiss Life Insurance Company Limited	**1,495.29**	495.53
6	**Term loans repaid to**	Ecap Equities Limited	**1,595.42**	-
7	**Term loans given to**	Edelweiss Rural & Corporate Services Limited	**3,280.50**	2,325.00
		Edelweiss Global Wealth Management Limited	**-**	5,009.88
		Ecap Equities Limited	**3,030.00**	14,368.65
		Edel Finance Company Limited	**28,288.42**	21,937.88
		Edelweiss Investment Adviser Limited	**4.00**	1,594.20
		Edelcap Securities Limited	**450.00**	-
		EAAA India Alternatives Limited	**220.00**	220.00
8	**Term loans repaid by**	Edelweiss Rural & Corporate Services Limited	**5,680.50**	4,025.00
		Edelweiss Global Wealth Management Limited	**-**	5,009.88
		Ecap Equities Limited	**7,730.10**	16,812.78
		Edel Finance Company Limited	**26,373.45**	9,437.41
		Edelweiss Investment Adviser Limited	**604.00**	2,584.10
		Edelcap Securities Limited	**450.00**	-
		EAAA India Alternatives Limited	**-**	220.00
9	**Reimbursement of loss on select account**	ECL Finance Limited	**1,812.20**	-
10	**Asset management rights purchase**	Edelweiss Asset Management Limited	**179.50**	-
11	**Buy back of equity shares**	Edelweiss Asset Management Limited	**389.88**	-
12	**Remuneration paid to**	Mr. Rashesh Shah	**89.28**	110.03
		Mr. Venkatchalam Ramaswamy	**93.26**	67.15
		Mr. Himanshu Kaji	**-**	23.85
		Mr. Tarun Khurana	**15.15**	13.05
		Ms. Ananya Suneja	**42.39**	30.98
13	**Dividend paid on equity shares**	Mr. Rashesh Shah	**218.40**	218.40
		Mr. Venkatchalam Ramaswamy	**89.36**	89.00
		Ms. Vidya Shah	**46.60**	46.59
		Shah Family Discretionary Trust	**58.13**	58.13
		Spire Investment Advisors LLP	**4.80**	4.80
		Ms. Aparna T. C.	**18.32**	18.32
		Ms. Kaavya Venkat	**17.69**	17.69
		Mr. Himanshu Kaji	**-**	0.74
		Ms. Sneha Sripad Desai	**1.54**	1.54
		Ms. Shilpa Mody	**1.43**	1.43
		Ms. Sejal Premal Parekh	**1.43**	1.43
		Mr. A V Ramaswamy	**0.08**	0.08
		Ms. Avanti Shah	**3.00**	3.00
		Mr. Neel Shah	**3.00**	3.00
		Mr. Tarun Khurana	**0.09**	0.09
		Ms. Ananya Suneja	**0.02**	-
		Mr. C Balagopal	**0.00**	-

35. Disclosure as required by Indian Accounting Standard 24 – "Related Party Disclosure" (Continued):

(H) Transactions and balances with Related Parties:

Sr.No	Nature of Transaction	Related Party Name	31 March 2025	31 March 2024
14	**Dividend income received from**	Nido Home Finance Limited	**2.60**	-
		Edelweiss Asset Management Limited	**410.51**	-
15	**Loan given to KMP**	Mr. Tarun Khurana	**3.00**	5.00
16	**Loan repaid by KMP**	Mr. Tarun Khurana	**3.00**	5.00
17	**Interest income received from loan given to employee**	Mr. Tarun Khurana	**0.25**	0.25
18	**Share application money received from KMP**	Ms. Ananya Suneja	**-**	0.41
19	**Fee / commission paid to**	Edelweiss Rural & Corporate Services Limited	**-**	0.55
		Edelweiss Asset Reconstruction Company Limited	**-**	3.60
20	**Management fees paid to**	ECL Finance Limited	**-**	151.50
		Edelweiss Asset Reconstruction Company Limited	**-**	174.54
		Edelweiss Retail Finance Limited	**-**	5.57
21	**Fee / commission earned from**	Ecap Equities Limited	**5.00**	5.00
		Edel Finance Company Limited	**5.00**	5.00
		EAAA India Alternatives Limited	**-**	5.00
		Edelweiss Asset Reconstruction Company Limited	**-**	7.20
22	**Royalty fees received from**	Edelweiss Life Insurance Company Limited	**47.50**	42.50
23	**Fee / Guarantee commission earned from**	Edel Finance Company Limited	**26.47**	1.07
		Edelweiss Asset Reconstruction Company Limited	**44.64**	27.70
		ECap Securities And Investments Limited	**21.33**	0.01
		Edelweiss Rural & Corporate Services Limited	**19.89**	0.08
		Ecap Equities Limited	**85.19**	1.28
		Edelweiss Investment Adviser Limited	**17.75**	0.91
		Edelweiss Global Wealth Management Limited	**-**	1.50
24	**Interest income on compulsory convertible debentures**	Edel Finance Company Limited	**0.80**	0.01
25	**Interest expense on loan taken**	Ecap Equities Limited	**12.25**	1.97
26	**Interest income on loan given**	Edelweiss Rural & Corporate Services Limited	**335.12**	388.22
		Edelweiss Global Wealth Management Limited	**-**	207.04
		Ecap Equities Limited	**529.17**	849.96
		Edel Finance Company Limited	**2,649.59**	1,768.01
		Edelweiss Securities And Investments Private Limited	**545.76**	572.71
		Edelweiss Investment Adviser Limited	**63.43**	257.18
		EAAA India Alternatives Limited	**2.68**	0.30
		Edelcap Securities Limited	**0.59**	-
27	**Interest expense on NCD**	Ecap Equities Limited	**25.20**	91.23
		Edelweiss Life Insurance Company Limited	**235.06**	127.56
		ECL Finance Limited	**0.26**	
		Edelweiss Investment Adviser Limited	**8.72**	
		Zuno General Insurance Limited	**28.88**	26.79
28	**Interest expense on market linked debentures**	Ecap Equities Limited	**-**	17.41
29	**Cost reimbursements paid to**	Edelweiss Rural & Corporate Services Limited	**86.05**	81.39
		ECL Finance Limited	**155.55**	-
		Ecap Equities Limited	**0.66**	-
		Nido Home Finance Limited	**62.84**	17.00
		Edelweiss Asset Reconstruction Company Limited	**-**	1.30

35. Disclosure as required by Indian Accounting Standard 24 – "Related Party Disclosure" (Continued):

(H) Transactions and balances with Related Parties:

Sr.No	Nature of Transaction	Related Party Name	31 March 2025	31 March 2024
30	**Cost reimbursements recovered from**	Edelweiss Rural & Corporate Services Limited	-	0.11
		ECL Finance Limited	-	39.53
		Edelweiss Asset Management Limited	-	0.17
		Edelweiss Asset Reconstruction Company Limited	-	0.77
		Nido Home Finance Limited	-	0.43
		Edelweiss Retail Finance Limited	-	0.18
		Ecap Equities Limited	-	0.11
		Edelcap Securities Limited	-	0.52
		Edel Finance Company Limited	-	0.11
31	**Directors' sitting fees paid to**	Mr. Biswamohan Mahapatra	-	0.53
		Dr. Ashima Goyal	**0.75**	0.83
		Mr. Ashok Kini	**1.28**	1.28
		Mr. C Balagopal	**0.23**	-
		Mr. Shiva Kumar	**1.65**	1.35
32	**Commission paid to non executive directors**	Mr. Biswamohan Mahapatra	**1.75**	2.50
		Dr. Ashima Goyal	**3.50**	2.50
		Mr. Ashok Kini	**3.50**	2.50
		Mr. Shiva Kumar	**3.50**	2.50
		Ms. Vidya Shah	**3.50**	2.50
33	**Redemption of non convertible debentures & market linked debentures**	Ecap Equities Limited	-	4,084.85
		Edelweiss Life Insurance Company Limited	-	30.05
34	**Contribution towards corporate social responsibility**	EdelGive Foundation	**83.00**	125.00
	Balances with Related Parties			
1	**Investments in equity shares in**	Edelweiss Life Insurance Company Limited	**13,434.39**	11,939.10
		Edelweiss Asset Management Limited	**1,686.09**	1,712.41
		EC International Limited	-	6.15
		ECap Securities And Investments Limited	**1,599.95**	1,599.95
		Nuvama Custodial Services Limited	**280.50**	280.50
		Ecap Equities Limited	**147.71**	147.71
		EdelGive Foundation	**0.10**	0.10
		Nido Home Finance Limited	**195.98**	195.98
		Edelweiss Trusteeship Company Limited	**1.00**	1.00
		Edelweiss Global Wealth Management Limited	**790.01**	790.01
		Zuno General Insurance Limited	**9,876.16**	8,716.16
		Edel Finance Company Limited	**11,871.55**	11,871.55
		Edelweiss Securities And Investments Private Limited	**697.37**	697.37
		Edelweiss Asset Reconstruction Company Limited	**1,400.40**	-
2	**Investments in preference shares of**	Edel Finance Company Limited	**1,650.00**	1,650.00
3	**Investment in compulsory convertible debenture of**	Edel Finance Company Limited	**8,000.00**	8,000.00
4	**Interest accrued on compulsory convertible debenture of**	Edel Finance Company Limited	**0.01**	0.01
5	**Gratuity payable to**	EAAA India Alternatives Limited	**1.77**	-
		Edelweiss Asset Reconstruction Company Limited	**0.42**	0.42
6	**Gratuity receivable from**	ECL Finance Limited	**1.47**	-
		Edel Investments Limited	**0.86**	-
		Edelweiss Asset Management Limited	**2.32**	-
		Edelweiss Asset Reconstruction Company Limited	**1.77**	-

35. Disclosure as required by Indian Accounting Standard 24 – "Related Party Disclosure" (Continued):

(H) Transactions and balances with Related Parties:

Sr.No	Nature of Transaction	Related Party Name	31 March 2025	31 March 2024
7	**ESOP charges payable to**	Nido Home Finance Limited	**1.10**	7.88
		Edelweiss Retail Finance Limited	**0.83**	0.64
		Edelweiss Life Insurance Company Limited	**-**	0.00
		Edelweiss Asset Reconstruction Company Limited	**0.77**	-
		EAAA Pte. Limited	**2.11**	2.11
		ECL Finance Limited	**12.58**	29.69
		Nuvama Custodial Services Limited	**1.64**	-
8	**ESOP charges receivable from**	Edelweiss Rural & Corporate Services Limited	**1.06**	0.55
		Edelweiss Asset Management Limited	**2.61**	0.44
		ECL Finance Limited	**-**	-
		EAAA India Alternatives Limited	**2.06**	1.60
		Edelweiss Life Insurance Company Limited	**4.15**	1.29
		Edelweiss Asset Reconstruction Company Limited	**-**	0.86
		Zuno General Insurance Limited	**0.94**	0.73
		Nuvama Custodial Services Limited	**-**	0.12
		Ecap Equities Limited	**6.84**	1.84
		Edel Investments Limited	**0.04**	0.01
		Edelweiss International (Singapore) Pte. Limited	**0.22**	0.01
		Edelweiss Investment Adviser Limited	**0.04**	-
		Edelcap Securities Limited	**0.27**	0.05
		Edelweiss Global Wealth Management Limited	**0.04**	-
9	**Accrued interest on loans given to**	Edelweiss Rural & Corporate Services Limited	**22.21**	32.19
		Edel Finance Company Limited	**304.24**	132.64
		Edelweiss Global Wealth Management Limited	**-**	5.77
		Ecap Equities Limited	**2.22**	63.73
		Edelweiss Securities And Investments Private Limited	**46.57**	40.77
		Edelweiss Investment Adviser Limited	**-**	21.75
		EAAA India Alternatives Limited	**2.08**	0.00
10	**Accrued interest on loans taken from**	Ecap Equities Limited	**-**	1.97
11	**Loan given to**	Edelweiss Rural & Corporate Services Limited	**-**	2,400.00
		Ecap Equities Limited	**-**	4,700.10
		Edel Finance Company Limited	**25,804.98**	23,890.00
		Edelweiss Securities And Investments Private Limited	**4,500.00**	4,500.00
		Edelweiss Investment Adviser Limited	**-**	600.00
		EAAA India Alternatives Limited	**220.00**	-
12	**Loans taken from**	Ecap Equities Limited	**-**	1,595.42
13	**Non convertible debentures held by**	Ecap Equities Limited	**142.36**	139.01
		Edelweiss Life Insurance Company Limited	**3,257.07**	2,207.96
		ECL Finance Limited	**2.54**	2.74
		Edelweiss Investment Adviser Limited	**156.49**	-
		Zuno General Insurance Limited	**299.95**	303.12
14	**Trade payable to**	Nido Home Finance Limited	**50.18**	18.40
		ECL Finance Limited	**-**	2,926.34
		Edelweiss Retail Finance Limited	**-**	0.04
		ECap Securities And Investments Limited	**52.70**	-
		EAAA India Alternatives Limited	**-**	0.87
		Edelweiss Asset Reconstruction Company Limited	**-**	0.28
		Edelweiss Rural & Corporate Services Limited	**6.30**	14.12
		Edelweiss Securities And Investments Private Limited	**0.25**	0.25
		Ecap Equities Limited	**1.98**	0.70
		Edel Investments Limited	**-**	0.04
		Edelweiss Life Insurance Company Limited	**-**	0.06
		Edelweiss Asset Management Limited	**-**	0.63

35. Disclosure as required by Indian Accounting Standard 24 – "Related Party Disclosure" (Continued):

(H) Transactions and balances with Related Parties:

Sr.No	Nature of Transaction	Related Party Name	31 March 2025	31 March 2024
15	**Trade receivable from**	Edelweiss Life Insurance Company Limited	**35.33**	15.07
		Edel Finance Company Limited	**243.70**	1.05
		Edelweiss Asset Management Limited	**0.03**	-
		Edelweiss Asset Reconstruction Company Limited	**10.84**	11.19
		ECap Securities And Investments Limited	**-**	0.05
		EAAA India Alternatives Limited	**0.06**	0.06
		Ecap Equities Limited	**79.09**	0.64
		Edel Investments Limited	**-**	0.00
		Edelweiss Investment Adviser Limited	**1.71**	3.11
		Edelweiss International (Singapore) Pte. Limited	**0.00**	0.00
		Edelweiss Securities And Investments Private Limited	**-**	0.02
		ECL Finance Limited	**0.45**	43.71
		Edelweiss Retail Finance Limited	**-**	82.44
		Nido Home Finance Limited	**1.36**	-
16	**Risk and reward undertaking**	Nido Home Finance Limited	**1,261.00**	1,301.20
17	**Guarantee given on behalf of Group Company**	ECap Securities And Investments Limited	**-**	2,200.00
		Ecap Equities Limited	**12,855.50**	3,330.60
		Edelweiss Asset Reconstruction Company Limited	**3,957.55**	10,396.20
		Edel Finance Company Limited	**3,812.50**	3,170.00
		Nido Home Finance Limited	**920.91**	1,095.71
		Edelweiss Investment Adviser Limited	**-**	2,622.35
		ECL Finance Limited	**1,000.00**	1,100.00
		Edelweiss Global Wealth Management Limited	**-**	2,500.00
		Edelweiss Rural & Corporate Services Limited	**1,157.40**	-

0.00 indicates amounts less than ₹ 0.01 million.

Notes:

Information relating to remuneration paid to key managerial person mentioned above excludes provision made for gratuity and provision made for bonus which are provided for group of employees on an overall basis.

36. Capital management

The Company manages the capital structure by a balanced mix of debt and equity. The Company's capital management strategy is to effectively determine, raise and deploy capital so as to create value for its shareholders. The Company maintains sound capitalisation both from an economic and regulatory perspective. The Company continuously monitors and adjusts overall capital demand and supply in an effort to achieve an appropriate balance of the economic and regulatory considerations at all times and from all perspectives. These perspectives include specific capital requirements from rating agencies.

Capital structure includes infusion in the form of equity and structured debt from strategic business partners in certain of Company's subsidiaries to fund expansion and assist in achieving expected growth in the competitive market.

No changes were made in the objectives, policies or processes during the financial years ended 31 March 2025 and 31 March 2024.

This framework is adjusted based on underlying macro-economic factors affecting business environment, financial market conditions and interest rates environment. Company monitors capital using debt-equity ratio, which is total debt divided by total equity.

Particulars	As at 31 March 2025	As at 31 March 2024
Total Debt	**30,724.42**	29,677.23
Equity	**55,170.85**	54,628.43
Net Debt to Equity	**0.56**	0.54

Total Debt = Debt securities+ Borrowings (Other than debt securities)

37. Disclosure of loans and advances given pursuant to requirements of Regulation 34(3) of Securities and Exchange Board of India (Listing Obligation and Disclosure Requirements) Regulations, 2015, as amended

	31 March 2025		31 March 2024	
Entity	**Loan outstanding****	**Maximum amount outstanding during the year***	**Loan outstanding****	**Maximum amount outstanding during the year***
Edelweiss Rural and Corporate Services Limited	**22.21**	**5,380.00**	2,432.19	4,150.00
Edelweiss Global Wealth Management Limited	**-**	**-**	5.77	4,762.67
Ecap Equities Limited	**2.22**	**7,130.10**	4,763.83	8,250.72
Edel Finance Company Limited	**26,109.22**	**26,473.00**	24,022.65	23,890.00
Edelweiss Investment Adviser Limited	**-**	**600.00**	621.75	2,585.10
EAAA India Alternatives Limited	**222.08**	**220.00**	-	220.00
Edelweiss Securities And Investments Private Limited	**4,546.57**	**4,500.00**	4,540.77	4,500.00
Edelcap Securities Limited	**-**	**450.00**	-	-

All the above loans have maturity of 0-3 years as per contracted terms.
*Maximum amount outstanding during the year represents principle outstanding.
**Loan outstanding includes principal and interest accrued

38. Share based payments: Employee Stock Option Plans and Stock Appreciation Rights Plans

Edelweiss Financial Services Limited ("EFSL" hereafter), has recognised share based payment expenses for the years ended 31 March 2025 and 31 March 2024 based on fair value as on the grant date calculated as per option pricing model. The grants represent equity-settled options under the Employee Stock Option Plans and Stock Appreciation Rights Plans (hereafter referred to as, "ESOP 2011" and "SAR 2019" or "ESOPs" "SARs").

The Edelweiss Group has granted ESOPs under the two plans viz., ESOP 2011 & SAR 2019 to its employees on an equity-settled basis as tabulated below. The ESOPs/SARs provide a right to its holders (i.e., Edelweiss group employees) to purchase one EFSL share for each option at a pre-determined strike price on the expiry of the vesting period. The ESOP/SAR hence represents an European call option that provides a right but not an obligation to the employees of the Edelweiss group to exercise the option by paying the strike price at any time on completion of the vesting period, subject to an outer boundary on the exercise period.

EFSL has granted stock options to employees of the Edelweiss group on an equity-settled basis as tabulated below.

Particulars	SAR 2019	ESOP 2011
Dates of grant	Varying	Varying
Option Type	Equity settled	Equity settled
No. of outstanding options at 31 March 2025	37,567,140	302,825
No. of outstanding options at 31 March 2024	4,859,570	2,254,725
No. of Equity shares represented by an option	1 share for 1 option	1 share for 1 option
Fair Value per option	Varies as per the grant date	Varies as per the grant date
Exercise Price	Varies as per the grant date	Varies as per the grant date
Vesting Period	2-6 years	1-4 years
Vesting Conditions	Service	Service

The vesting of options is subject to the employee's continued employment with the Edelweiss group. The ESOPs shall vest as follows:

Particulars	SAR 2019		ESOP 2011
Duration from grant date	% options vesting-I	% options vesting-II	% options vesting
12 months from the grant date	-	-	25.00%
24 months from the grant date	33.33%	10.00%	25.00%
36 months from the grant date	-	10.00%	25.00%
48 months from the grant date	33.33%	20.00%	25.00%
60 months from the grant date	-	60.00%	-
72 months from the grant date	33.34%	-	-
Total	**100.00%**	**100.00%**	**100.00%**

38. Share based payments: Employee Stock Option Plans and Stock Appreciation Rights Plans (Continued)

Plan description

Plan Name	Grant Date	Vesting Conditions	Term of Options	Payout
ESOP Plan 2011	Various	As specified in tables above	1-4 years	Equity settled
SAR Plan 2019	Various	As specified in tables above	2-6 years	Equity settled

Movement of number of Options for FY 2024-25 and 2023-24

Number of options	31 March 2025			31 March 2024		
	SAR 2019	ESOP 2011	Total	SAR 2019	ESOP 2011	Total
Outstanding at the start of the year	4,859,570	2,254,725	7,114,295	8,057,420	4,592,500	12,649,920
Granted during the year (refer note 1)	34,500,000	-	34,500,000	-	-	-
Exercised during the year	(1,201,530)	(1,048,175)	(2,249,705)	(99,000)	(556,500)	(655,500)
Lapsed/ cancelled during the year	(590,900)	(903,725)	(1,494,625)	(3,098,850)	(1,781,275)	(4,880,125)
Outstanding at the end of the year*	37,567,140	302,825	37,869,965	4,859,570	2,254,725	7,114,295
Exercisable at the end of the year	-	302,825	302,825	-	1,946,725	1,946,725

*Includes, SAR 2019 plan 23,25,100, ESOP plan Nil (Previous year SAR 2019 plan 1,75,100, ESOP Nil) approved but not granted.

Weighted Average Exercise Price for FY 2024-25 and 2023-24

Weighted Average Exercise Price (₹)	31 March 2025		31 March 2024	
	SAR 2019	ESOP 2011	SAR 2019	ESOP 2011
Outstanding at the start of the year	50.74	69.58	136.20	166.84
Granted during the year	77.00	-	-	-
Exercised during the year	27.45	47.71	52.36	34.79
Lapsed/ cancelled during the year	57.19	100.07	88.24	182.01
Outstanding at the end of the year	75.53	54.29	50.74	69.58
Exercisable at the end of the year	NA	54.29	NA	76.25
Weighted Average Share price at the exercise date	123.38	109.85	78.30	58.59

38. Share based payments: Employee Stock Option Plans and Stock Appreciation Rights Plans (Continued)

Outstanding Options as at 31 March 2025 and 31 March 2024

Particulars	31 March 2025		31 March 2024	
	SAR 2019	ESOP 2011	SAR 2019	ESOP 2011
Number of options outstanding	37,567,140	302,825	4,859,570	2,254,725
Weighted average strike price (₹)	75.53	54.29	50.74	69.58
Weighted average remaining lifetime of options (in years)	3.99	-	1.35	0.07
Number of employees covered under the scheme	167	71	111	143

Options granted during FY 2024-25 and 2023-24

Particulars	31 March 2025		31 March 2024	
	SAR 2019	ESOP 2011	SAR 2019	ESOP 2011
Number of options granted (refer note no 1)	34,500,000	-	-	-
Weighted average strike price (in ₹)	77.00	NA	NA	NA
Weighted average remaining lifetime of options (in years)	4.3 years	NA	NA	NA
Number of employees covered under the scheme	89	NA	NA	NA
Weighted Average Fair value per option (in ₹)	46.54	NA	NA	NA
Weighted Average Intrinsic value per option (in ₹)	13.92	NA	NA	NA

Assumptions for Fair Value for FY 2024-25 and 2023-24

Particulars	31 March 2025		31 March 2024	
	SAR 2019	ESOP 2011	SAR 2019	ESOP 2011
Weighted average share price (in ₹)	94.20	125.11	112.17	157.75
Weighted average strike price (in ₹)	75.50	54.30	50.74	69.58
Weighted average remaining lifetime of options (in years)	3.99	-	1.35	0.07
Expected volatility (% p.a.)	56% p.a. - 72% p.a.	56% p.a. - 72% p.a.	56% p.a. - 72% p.a.	41% p.a. - 72% p.a.
Risk-free discount rate (% p.a.)	5.7% p.a. - 6.9% p.a.	5.1% p.a. - 6.8% p.a.	5.1% p.a. - 6.9% p.a.	4.3% p.a. - 7.8% p.a.
Expected dividend yield (% p.a.)	0.7% p.a. - 2.4% p.a.	0.7% p.a. - 2.4% p.a.	0.7% p.a. - 2.4% p.a.	0.4% p.a. - 2.4% p.a.

Other Disclosure

Particulars	31 March 2025			31 March 2024		
	SAR 2019	ESOP 2011	Total	SAR 2019	ESOP 2011	Total
Charges during the year due to share based payments	16.51	10.20	26.71	(22.57)	(4.83)	(27.40)
Liability due for share based payments	198.88	25.40	224.28	191.24	180.82	372.06
Intrinsic value of the liability above	3.43	1.66	5.08	1.93	10.40	12.33

Note No 1

During the year ended 31 March 2025, the Company's Compensation (ESOP) Committee of the Board of Directors has granted 3,45,00,000 stock options (SARs) to the eligible employees under Edelweiss Employees Stock Appreciation Rights Plan, 2019. Out of the above, 3,23,50,000 SARs has been issued to eligible employees.

39. Risk Management

The Company has operations in India. Whilst risk is inherent in the Company's activities, it is managed through an integrated risk management framework, including ongoing identification, measurement and monitoring, subject to risk limits and other controls. This process of risk management is critical to the Company. The Company is exposed to credit risk, liquidity risk and market risk. It is also subject to various operating and business risks.

Risk management strategy:

The strategy at an execution level is supported by -

1. Three tiered risk management structure to manage and oversee risks
2. Board and Executive Level Committees to review and approve risk exposures
3. Risk Management framework to ensure each risk the Company is exposed to is given due importance and managed through a well-
4. Well-defined Standard Operating Procedures and Product approval framework to ensure risks are mitigated at operational level
5. Adequate segregation of duties to ensure multi-layered checks and balances
6. Exception reporting framework to ensure process and policy deviations are adequately addressed

Risk management structure:

The Board of Directors are responsible for the overall risk management approach and for approving the risk management strategies and principles.

The Board has appointed the Risk Committee which is responsible for monitoring the overall risk process within the Company and reports to the Audit Committee

The Risk Committee has the overall responsibility for the development of the risk strategy and implementing principles, frameworks, policies and limits.

The Company is responsible for implementing and maintaining risk related procedures to ensure an independent control process is maintained. The Company works closely with and reports to the Risk Committee, to ensure that procedures are compliant with the overall framework.

Credit risk

Credit risk is the risk of financial loss the Company may face due to current/potential inability or unwillingness of a customer or counterparty to meet financial /contractual obligations. Credit risk also covers the possibility of losses associated with diminution in the credit quality of borrowers or counterparties. The Company's lending activities is restricted to only its subsidiaries within the Edelweiss Group, the Company has adopted a policy of dealing with creditworthy counterparties and obtains sufficient collateral, where appropriate, as a means of mitigating the risk of financial loss from defaults.

Credit risk is measured as the amount that could be lost if a customer or counterparty fails to make repayments. Credit risk is monitored using various internal risk management measures and within limits approved by the board within a framework of delegated authorities. It is managed through a robust risk control framework, which outlines clear and consistent policies, principles and guidance for risk managers. Presently Company has credit exposure only to it's subsidiaries where adequate control and monitoring is ensured.

Liquidity risk

Liquidity risk emanates from the possible mismatches due to differences in maturity and repayment profile of assets and liabilities. To avoid such a scenario, the Company has maintained cash reserves in the form of Fixed Deposits, Cash, Loans which are callable any time at the Company's discretion, etc. These assets carry minimal credit risk and can be liquidated. These would be to take care of immediate obligations while continuing to honour commitments as a going concern.

Analysis of financial assets and liabilities by remaining contractual maturities

The maturity profile of the undiscounted cash flows of the Company's financial assets and liabilities as at 31 March 2025 are disclosed in note no 42.

Market Risk

Market risk is the risk which can affect the Company's performance due to adverse movements in market prices of instrument due to interest rates, equity prices, foreign exchange rates. The objective of the Company's market risk management is to manage and control market risk exposures within acceptable parameters.

Foreign exchange risk – Foreign exchange risk is the risk that the value of a financial instrument will fluctuate due to changes in foreign exchange rates. The Company's foreign exposure is limited to investments to Group entities outside India. Positions are regularly monitored by the Company and rebalanced/ rolled over based on the inflow and outflow of funds. The Company don't have any foreign currency exposure as at March 31, 2025.

40. Fair Value Measurement

40.1 Valuation governance framework

Where fair values are determined by reference to externally quoted prices or observable pricing inputs to models, independent price determination or validation is used. For inactive markets, the Company sources alternative market information, with greater weight given to information that is considered to be more relevant and reliable.

40.2. Fair value hierarchy

Fair values of financial assets and liabilities are determined according to the following hierarchy.

Level 1 – valuation technique using quoted market price: financial instruments with quoted prices for identical instruments in active markets that company can access at the measurement date.

Level 2 – valuation technique using observable inputs: Those where the inputs that are used for valuation and are significant, are derived from directly or indirectly observable market data available over the entire period of the instrument's life.

Level 3 – valuation technique with significant unobservable inputs: Those that include one or more unobservable input that is significant to the measurement as whole.

40.3. Financial instruments measured at Amortised Cost :

The following table sets out the fair values and fair value hierarchy of financial instruments measured at amortised cost. The information given with respect to financial instruments for which the fair value differs from the carrying amount. Carrying amounts of cash and cash equivalents, trade receivables, trade and other payables as on 31 March 2025 approximate the fair value because of their short-term nature. Difference between carrying amounts and fair values of bank deposits, other financials assets and other financial liabilities is not significant in each of the years presented.

	31 March 2025				
Particulars	**Total Carrying Amount**	**Total fair value**	**Level 1**	**Level 2**	**Level 3**
Financial assets:					
Loans	30,891.31	30,891.31	-	-	30,891.31
Financial liabilities					
Debt securities	30,724.42	30,724.42	30,724.42	-	-
Borrowings (other than debt securities)	-	-	-	-	-

	31 March 2024				
Particulars	**Total Carrying Amount**	**Total fair value**	**Level 1**	**Level 2**	**Level 3**
Financial assets:					
Loans	36,382.39	36,382.39	-	-	36,382.39
Financial liabilities					
Debt securities	28,079.84	28,079.84	28,079.84	-	-
Borrowings (other than debt securities)	1,597.39	1,597.39	-	-	1,597.39

40.4. The following table shows an analysis of financial instruments recorded at fair value by level of the fair value hierarchy.

Particulars	**As at 31 March 2025**			
	Level 1	**Level 2**	**Level 3**	**Total**
Assets measured at fair value on a recurring basis				
Investments				
Equity instruments	**5.81**	**-**	**-**	**5.81**
Mutual Fund	**29.59**	**-**	**-**	**29.59**
AIF Fund	**-**	**244.26**	**-**	**244.26**
Total financial assets measured at fair value on a recurring basis	**35.40**	**244.26**	**-**	**279.66**

Particulars	**As at 31 March 2024**			
	Level 1	**Level 2**	**Level 3**	**Total**
Assets measured at fair value on a recurring basis				
Investments				
Equity instruments	3.62	-	-	3.62
Mutual Fund	74.85	-	-	74.85
Total financial assets measured at fair value on a recurring basis	78.47	-	-	78.47

40.5. Movement in level 3 financial instruments measured at fair value

The following tables show a reconciliation of the opening and closing amounts of Level 3 financial assets and liabilities which are recorded at fair value.

Particulars	Financial assets
	Equity instruments at FVTPL
As at 31 March 2023	23,531.82
Transfer into level 3	-
Transferred on account of demerger	(23,531.82)
As at 31 March 2024	-
Transfer into level 3	-
As at 31 March 2025	-

40.6. Fair valuation principles :

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction in the principal (or most advantageous) market at the measurement date under current market conditions (i.e., an exit price), regardless of whether that price is directly observable or estimated using a valuation technique. The Company uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximising the use of relevant observable inputs and minimising the use of unobservable inputs.

The Company's fair value methodology and the governance over its models includes a number of controls and other procedures to ensure appropriate safeguards are in place to ensure its quality and adequacy. Where fair values are determined by reference to externally quoted prices or observable pricing inputs to models, independent price determination or validation is used. For inactive markets, Company sources alternative market information, with greater weight given to formation that is considered to be more relevant and reliable.

40.7. Fair valuation techniques :

Equity instruments
The equity instruments which are actively traded on recognised stock exchanges are valued at readily available active prices on a regular basis. Such instruments are classified as Level 1. Equity instruments in non-listed entities are initially measured at transaction price and re-measured at each reporting date at valuation provided by external valuer at instrument level. Such unlisted equity securities are classified at Level 2.

Units of Alternative Investment Funds (AIFs) and Mutual Fund
Units held in AIFs are measured based on fund net asset value (NAV), taking into account redemption and/or other restrictions. Such instruments are classified at Level 2.

40.8. Transfer between Level 1 and level 2

During the year, there were no transfers between level 1 and level 2.

41. Maturity analysis of assets and liabilities

The table below shows an analysis of assets and liabilities analysed according to when they are expected to be recovered or settled.Issued debt reflect the contractual coupon amortisations.

Particulars	As at 31 March 2025			As at 31 March 2024		
	Within 12 months	After 12 months	Total	Within 12 months	After 12 months	Total
ASSETS						
Financial assets						
(a) Cash and cash equivalents	**35.39**	**-**	**35.39**	461.03	-	461.03
(b) Bank balances other than cash and cash equivalents	**10.70**	**-**	**10.70**	9.48	-	9.48
(c) Trade Receivables	**366.96**	**-**	**366.96**	154.50	-	154.50
(d) Loans	**14,452.02**	**16,439.29**	**30,891.31**	10,796.96	25,585.43	36,382.39
(e) Investments	**35.40**	**50,275.53**	**50,310.93**	78.47	46,001.90	46,080.37
(f) Other financial assets	**29.58**	**158.52**	**188.10**	12.35	92.24	104.59
Total financial assets (A)	**14,930.05**	**66,873.34**	**81,803.39**	11,512.79	71,679.57	83,192.36
Non-financial assets						
(a) Current tax assets (net)	**-**	**598.93**	**598.93**	-	826.03	826.03
(b) Deferred tax assets (net)	**-**	**3,887.56**	**3,887.56**	-	3,803.28	3,803.28
(c) Property, Plant and Equipment	**-**	**6.11**	**6.11**	-	6.96	6.96
(d) Other Intangible assets	**-**	**179.50**	**179.50**	-	-	-
(e) Other non- financial assets	**13.13**	**970.83**	**983.96**	26.06	934.44	960.50
Total non-financial assets (B)	**13.13**	**5,642.93**	**5,656.06**	**26.06**	**5,570.71**	**5,596.77**
TOTAL ASSETS (C = A+B)	**14,943.18**	**72,516.27**	**87,459.45**	**11,538.85**	**77,250.28**	**88,789.13**

Particulars	As at 31 March 2025			As at 31 March 2024		
	Within 12 months	After 12 months	Total	Within 12 months	After 12 months	Total
LIABILITIES						
Financial liabilities						
(a) Trade Payables	**198.91**	**-**	**198.91**	3,112.59	-	3,112.59
(b) Debt securities	**5,843.50**	**24,880.92**	**30,724.42**	5,650.91	22,428.93	28,079.84
(c) Borrowings (other than debt securities)	**-**	**-**	**-**	1,597.39	-	1,597.39
(d) Other financial liabilities	**195.76**	**642.00**	**837.76**	482.43	806.31	1,288.74
Total financial liabilities (D)	**6,238.17**	**25,522.92**	**31,761.09**	10,843.32	23,235.24	34,078.56
		-				
Non-financial liabilities						
(a) Current tax liabilities (net)	**-**	**29.18**	**29.18**	-	29.21	29.21
(b) Provisions	**4.11**	**-**	**4.11**	4.00	-	4.00
(c) Other non-financial liabilities	**494.22**	**-**	**494.22**	48.93	-	48.93
Total non-financial liabilities (E)	**498.33**	**29.18**	**527.51**	52.93	29.21	82.14
TOTAL LIABILITIES (F = D+E)	**6,736.50**	**25,552.10**	**32,288.60**	**10,896.25**	**23,264.45**	**34,160.70**
NET TOTAL ASSETS / (LIABILITIES) (C-F)	**8,206.68**	**46,964.17**	**55,170.85**	**642.60**	**53,985.83**	**54,628.43**

42 Analysis of financial liabilities, financial assets, derivatives and financial commitments by remaining contractual maturities

The table below summarises the maturity profile of the undiscounted cash flows of the Company's financial liabilities, financial assets, derivatives and financial commitments as at 31 March 2025 and 31 March 2024.

As at 31 March 2025

Non-derivative financial liabilities	**Upto 3 months**	**Between 3 to 6 months**	**Between 6 months to 1 year**	**Between 1 year to 3 years**	**More than 3 years**	**Total**
Trade payables	**198.91**	**-**	**-**	**-**	**-**	**198.91**
Borrowings (other than debt securities)	-	-	-	-	-	-
Debt securities	**713.13**	**740.71**	**6,558.88**	**23,865.61**	**9,615.11**	**41,493.44**
Other financial liabilities	**196.10**	**-**	**16.40**	**63.21**	**562.05**	**837.76**
Total undiscounted non-derivative financial liabilities	**1,108.14**	**740.71**	**6,575.28**	**23,928.82**	**10,177.16**	**42,530.11**

Non-derivative financial assets	**Upto 3 months**	**Between 3 to 6 months**	**Between 6 months to 1 year**	**Between 1 year to 3 years**	**More than 3 years**	**Total**
Cash and cash equivalent and other bank balances	**46.09**	-	-	-	-	**46.09**
Trade receivables	**366.96**	-	-	-	-	**366.96**
Loans	**377.32**	**9,574.70**	**4,500.00**	**14,300.30**	**2,150.00**	**30,902.32**
Investments	**35.40**	-	-	-	**50,275.53**	**50,310.93**
Other financial assets	**29.88**	-	**16.18**	**62.19**	**79.85**	**188.10**
Total undiscounted non-derivative financial assets	**855.65**	**9,574.70**	**4,516.18**	**14,362.49**	**52,505.38**	**81,814.40**

Commitments	**Upto 3 months**	**Between 3 to 6 months**	**Between 6 months to 1 year**	**Between 1 year to 3 years**	**More than 3 years**	**Total**
Financial Guarantee and contracts issued	**200.00**	**-**	**2,531.25**	**18,754.85**	**2,087.66**	**23,573.76**

As at 31 March 2024

Non-derivative financial liabilities	Upto 3 months	Between 3 to 6 months	Between 6 months to 1 year	Between 1 year to 3 years	More than 3 years	Total
Trade payables	3,112.59	-	-	-	-	3,112.59
Borrowings (other than debt securities)	1,597.39	-	-	-	-	1,597.39
Debt securities	1,178.48	2,523.55	3,524.01	15,626.17	14,505.55	37,357.76
Other financial liabilities	482.43	-	-	806.31	-	1,288.74
Total undiscounted non-derivative financial liabilities	6,370.89	2,523.55	3,524.01	16,432.48	14,505.55	43,356.48

Non-derivative financial assets	Upto 3 months	Between 3 to 6 months	Between 6 months to 1 year	Between 1 year to 3 years	More than 3 years	Total
Cash and cash equivalent and other bank balances	470.51	-	-	-	-	470.51
Trade receivables	154.50	-	-	-	-	154.50
Loans	7,296.86	3,000.00	3,815.32	17,574.68	4,700.10	36,386.96
Investments	78.47	-	-	-	46,001.90	46,080.37
Other financial assets	12.35	-	-	89.46	2.78	104.59
Total undiscounted non-derivative financial assets	8,012.69	3,000.00	3,815.32	17,664.14	50,704.78	83,196.93

Commitments	Upto 3 months	Between 3 to 6 months	Between 6 months to 1 year	Between 1 year to 3 years	More than 3 years	Total
Financial Guarantee and contracts issued	923.50	1,148.70	9,965.70	12,160.35	2,216.61	26,414.86

43 Total market risk exposure

Fair value or future cash flows of financial instruments will fluctuate due to changes in market variables such as interest rates, foreign exchange rates and equity prices.The Company classifies exposures to market risk into either trading or non–trading portfolios and manages each of those portfolios separately. Such risks the market risk for the trading portfolio is managed and monitored based on a value at risk (VaR) methodology that reflects the interdependency between risk variables. Non–trading positions are managed and monitored using other sensitivity analyses.

Particulars	As at 31 March 2025			As at 31 March 2024		
	Carrying amount	**Traded risk**	**Non-traded risk**	Carrying amount	Traded risk	Non-traded risk
Assets						
Cash and cash equivalent and other bank balances	**46.09**	**-**	**46.09**	470.51	-	470.51
Trade receivables	**366.96**	**-**	**366.96**	154.50	-	154.50
Loans - at amortised cost	**30,891.31**	**-**	**30,891.31**	36,382.39	-	36,382.39
Investments– FVTPL	**279.66**	**35.40**	**244.26**	78.47	78.47	-
Investments– at cost	**50,031.27**	**-**	**50,031.27**	46,001.90	-	46,001.90
Other Financial assets	**188.10**	**-**	**188.10**	104.59	-	104.59
Total	**81,803.39**	**35.40**	**81,767.99**	83,192.36	78.47	83,113.89
Liability						
Debt securities	**30,724.42**	**-**	**30,724.42**	28,079.84	-	28,079.84
Trade payables	**198.91**	**-**	**198.91**	3,112.59	-	3,112.59
Borrowings (other than debt securities)	**-**	**-**	**-**	1,597.39	-	1,597.39
Other financial liabilities	**837.76**	**-**	**837.76**	1,288.74	-	1,288.74
Total	**31,761.09**	**-**	**31,761.09**	34,078.56	-	34,078.56

44 Disclosure related to collateral

The table sets out availability of Company assets to support funding

As at 31 March 2025	Pledged as collateral	Available as collateral	Unavailable as collateral	Total carrying amount
Cash and cash equivalent including bank balance	**-**	**46.09**	**-**	**46.09**
Trade receivables	**-**	**366.96**	**-**	**366.96**
Loans	**30,138.07**	**753.24**	**-**	**30,891.31**
Investments	**1,686.09**	**48,624.84**	**-**	**50,310.93**
Other financial assets	**-**	**32.36**	**155.74**	**188.10**
Property, plant and equipment	**-**	**6.11**	**-**	**6.11**
Intangibles assets	**-**	**-**	**179.50**	**179.50**
Other non financial assets	**-**	**-**	**983.96**	**983.96**
Total assets	**31,824.16**	**49,829.60**	**1,319.20**	**82,972.96**

As at 31 March 2024	Pledged as collateral	Available as collateral	Unavailable as collateral	Total carrying amount
Cash and cash equivalent including bank balance	-	470.51	-	470.51
Trade receivables	154.50	-	-	154.50
Loans	22,368.63	14,013.76	-	36,382.39
Investments	1,712.41	44,367.96	-	46,080.37
Other financial assets	-	15.13	89.46	104.59
Property, plant and equipment	-	-	6.96	6.96
Other non financial assets	-	-	960.50	960.50
Total assets	24,235.54	58,867.36	1,056.92	84,159.82

45 Analysis of risk concentration

Industry analysis - risk concentration

As at 31 March 2025	Financial services	Total
Financial assets		
Cash and cash equivalent and other bank balances	**46.09**	**46.09**
Trade receivables	**366.96**	**366.96**
Loans	**30,891.31**	**30,891.31**
Investments	**50,310.93**	**50,310.93**
Other financial assets	**188.10**	**188.10**
Total assets	**81,803.39**	**81,803.39**

As at 31 March 2024	Financial services	Total
Financial assets		
Cash and cash equivalent and other bank balances	470.51	470.51
Trade receivables	154.50	154.50
Loans	36,382.39	36,382.39
Investments	46,080.37	46,080.37
Other financial assets	104.59	104.59
Total assets	83,192.36	83,192.36

46. Events after reporting date

The Company has evaluated all events that occur after balance sheet date through the date when the financial statements were issued to determine if they must be reported. The management of the Company determined that there were no reportable subsequent events

47. Details of Benami Property held

The Company does not have any benami property, where any proceeding has been initiated or pending against the company for holding any Benami property.

48. Security of current assets against borrowings

During the year the Company not availed any borrowings based on the current assets except for trade receivables which are pledged as a pari-passu against the debenture issued.

49. Wilful Defaulter

The Company is not declared as wilful defaulter by any bank or financial Institution or other lender.

50. Relationship with Struck off Companies

Where the company has any transactions with the companies struck off under section 248 of Companies Act, 2013 or section 560 of Companies Act, 1956, the Company shall disclose the following details, namely:-

As at 31 March 2025

Name of struck off Company	Nature of transactions with struck-off Company	Amount	Relationship with the Struck off company, if any, to be disclosed
Four Seasons Hotel	Business promotion	1.28	NA
M M Enterprises	Repair and maintenance	0.67	

As at 31 March 2024

Name of struck off Company	Nature of transactions with struck-off Company	Amount	Relationship with the Struck off company, if any, to be disclosed
There are no transactions with struck-off Company during the year			

51. Registration of charges or satisfaction with Registrar of Companies (ROC)

The Company does not have any charges or satisfaction which is yet to be registered with ROC beyond the statutory period.

52. Utilisation of Borrowed funds and share premium:

A) During the year, 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, other than as disclosed in note (1) below:

(i) 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
(ii) provide any guarantee, security, or the like to or on behalf of the Ultimate Beneficiaries

Note (1)
During the year, the Company has not given loans to its subsidiary company in the ordinary course of business, which are at Arm's length and the same is approved by Audit Committee of the Company . The Company confirms that the below transactions are in accordance with relevant provisions of the Foreign Exchange Management Act, 1999 (42 of 1999) and Companies Act, 2013 and the such transactions are not in violation of the Prevention of Money-Laundering Act, 2002 (15 of 2003).

As at 31 March 2025

S.No.	Name of Intermediary	Nature	Date	Rupees in millions	Name of Company in which investment done by Intermediary	Nature	Date	Rupees in millions	Remarks
NIL									

As at 31 March 2024

S.No.	Name of Intermediary	Nature	Date	Rupees in millions	Name of Company in which investment done by Intermediary	Nature	Date	Rupees in millions	Remarks
1	Ecap Equities Limited(Ecap Eq)	Loan Given	30-Jun-23	**700.00**	Ecap Securities and Investment Limited (Ecap Sec)	Loan Given	30-Jun-23	**700.00**	Ecap Eq and Ecap Sec are subsidiary of EFSL
2	Ecap Equities Limited(Ecap Eq)	Loan Given	31-Jul-23	**670.00**	Edelcap Securities Limited (Edelcap)	Loan Given	31-Jul-23	**670.00**	Ecap Eq and Edelcap are subsidiary of EFSL
3	Ecap Equities Limited(Ecap Eq)	Loan Given	30-Aug-23	**800.00**	Edelcap Securities Limited (Edelcap)	Loan Given	06-Sep-23	**800.00**	Ecap Eq and Edelcap are subsidiary of EFSL
4	Edelweiss Investment Adviser Limited(EIAL)	Loan Given	27-Sep-23	**325.00**	Ecap Equities Limited(Ecap Eq)	Investment	27-Sep-23	**250.40**	EIAL and Ecap Eq are subsidiary of EFSL
5	Edelweiss Investment Adviser Limited(EIAL)	Loan Given	13-Mar-24	**250.00**	Ecap Equities Limited(Ecap Eq)	Investment	13-Mar-24	**250.00**	EIAL and Ecap Eq are subsidiary of EFSL

(B) During the year, 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, other than as disclosed in note (2) below

(i) 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
(ii) provide any guarantee, security, or the like to or on behalf of the Ultimate Beneficiaries

Note (2)
During the year, the Company has not taken any loans from its subsidiary company in the ordinary course of business, are at Arm's length and the same is approved by Audit Committee of the Company. The Company confirms that the below transactions are in accordance with relevant provisions of the Foreign Exchange Management Act, 1999 (42 of 1999) and Companies Act, 2013 and the such transactions are not in violation of the Prevention of Money-Laundering Act, 2002 (15 of 2003).

As at 31 March 2025

S.No.	Name of Lender	Nature	Date	Rupees in millions	Loan given to	Nature	Date	Rupees in millions	Remarks
NIL									

As at 31 March 2024

S.No.	Name of Lender	Nature	Date	Rupees in millions	Loan given to	Nature	Date	Rupees in millions	Remarks
1	Ecap Equities Limited(Ecap Eq)	Loan taken from	Various dates	1,595.42	Edel Finance Company Limited (EFCL)	Loan given	Various dates	1,595.42	Ecap Eq and EFCL are subsidiary of EFSL

Note (3)
Based on the legal opinion obtained by the Company, the transactions undertaken by NBFC-CIC of borrowing/lending/investment to and from its holding/subsidiary/affiliate/group entity(ies) or borrowing from outside the Group for onward lending/investments for carrying on their respective business in ordinary course will not attract reporting under Rule 11(e) of the Companies (Audit and Auditors) Rules, 2014 (the 'Rules'). Accordingly, transactions undertaken by the Company with Edel Finance Company Limited (NBFC CIC) is not disclosed under the Rules.

53. Undisclosed income

The Company have not any such transaction which is not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961).

54. The Company Doesn't have any immovable properties whose title deeds are not held in name of the Company.

55. Loans and Advances

As at 31 March 2025

Type of Borrowers	Amount of loan or advance in the nature of loan outstanding	Aggregate amount of loans/ advances given during the year in nature of loans	Percentage to the total Loans and Advances in the nature of loans
Promoters	-	-	-
Directors	-	-	-
KMPs	-	**3.00**	-
Related Parties	**30,902.30**	**35,337.92**	**100.00%**

As at 31 March 2024

Type of Borrowers	Amount of loan or advance in the nature of loan outstanding	Aggregate amount of loans/ advances given during the year in nature of loans	Percentage to the total Loans and Advances in the nature of loans
Promoters	-	-	-
Directors	-	-	-
KMPs	-	5.00	-
Related Parties	36,386.96	45,455.62	100.00%

56. The Board of Directors at their meeting held on 14 May 2025, have recommended a final dividend of ₹ 1.50 per equity share (on face value of ₹ 1 per equity share), subject to the approval of the members at the ensuing Annual General Meeting.

57. The Company has declared and paid the final dividend of ₹ 1.50 per equity share (on face value of ₹ 1 per equity share) for the financial year ended 31 March 2024, based on the approval of the members of the Company at the Annual General Meeting held on 27 September 2024.

58. Pursuant to the Shareholders' Agreement (SHA) dated 05 March 2019, between EFSL, CDPQ Private Equity Asia PTE. Limited (CDPQ) and ECL Finance Limited (ECLF), EFSL undertook an obligation against any losses on certain select accounts in the real estate and structured finance business. Subsequently, ECap Equities Limited (ECap), a subsidiary of EFSL, purchased the CCD investments in ECLF from CDPQ during the year. As a result, EFSL, ECap and ECLF have mutually agreed that loss incurred in the select accounts referred in SHA are deemed to be crystalized. Accordingly, during the year, the Company has reimburse to the ECLF for loss amounting to ₹ 1,812.20 millions against losses incurred by ECLF in previous years.

59. During the previous years, an investor subscribed to Security Receipts (SRs) issued by ARC trusts as a senior class investor. These SRs relate to certain loans and assets sold by ECL Finance Limited, a subsidiary of the Company, to the ARC trusts. The Company and another subsidiary, Edelweiss Securities and Investments Private Limited (ESIPL), have given a put option to the investor, guaranteeing the repayment of the total agreed payout comprising the invested amount and a minimum assured return after deducting any recoveries from the underlying assets during the period. Based on management's assessment and current cash flow projections from these assets, the likelihood of any payout under the put option is considered remote.

60. Nuvama Clearing Services Limited (NCSL), a former associate, received a show cause notice and order from NSE Clearing Ltd (NCL) in the matter of Anugrah Stock and Broking Pt. Ltd and Vries Securities Pt. Limited. Securities Appellate Tribunal (SAT) has upheld NCL order on 15 December 2023. NCSL has appealed against the SAT order at the Supreme Court of India, asserting compliance with all relevant laws and regulations. The appeal is in the process of admission with the Supreme Court of India. The Company has obtained legal opinion on the matter and the Company believes that the NCSL will receive a favourable order in this regard. Accordingly, there is no adjustment required in the Standalone Financial Statements of the Company.

61. The Indian Parliament has approved the Code on Social Security, 2020 which subsumes the Provident Fund and the Gratuity Act and rules there under. The Ministry of Labour and Employment has also released draft rules thereunder on 13 November 2020 and has invited suggestions from stakeholders which are under active consideration by the Ministry. The Company will evaluate the rules, assess the impact if any, and account for the same once the rules are notified and become effective.

62. The Company has complied with the Rule 3 of Companies (Accounts) Rules, 2014 amended on 5 August 2022 relating to maintenance of electronic books of account and other relevant books and papers. The Company's books of accounts and relevant books and papers are accessible in India at all times and backup of accounts and other relevant books and papers are maintained in electronic mode within India and kept in servers physically located in India on daily basis.

63. **Details of Crypto Currency or Virtual Currency**
The Company has not traded or invested in Crypto currency or Virtual Currency during the current financial year and any of the previous financial years.

64. Other income includes gain amounting to ₹ 363.55 million on buy back of shares held in subsidiary (previous year ₹ 11,527.78 million on sale of investments in its subsidiaries).

65. The Company has a process whereby periodically all long term contracts (including derivative contracts) are assessed for material foreseeable losses. At the year end, the Company has reviewed and ensured that adequate provision as required under any law/ accounting standards for material foreseeable losses on such long term contracts (including derivative contracts) has been made in the books of accounts.

66. **Ratio Analysis**

	Particulars	Year Ended 31 March 2025	Year Ended 31 March 2024	% Change	Remarks
1	Debt-Equity Ratio	**0.56**	**0.54**	2.51%	Increase in the debt is more than the increase in the equity, resulted in increase in Debt-Equity ratio during the year.
2	Interest Service Coverage Ratio	**0.84**	**2.58**	(67.33)%	Decrease in the profit before tax compare to the previous year has resulted in decrease in Interest service coverage ratio.
3	Total debt to Total assets	**0.35**	**0.33**	5.10%	An increase in overall borrowings by ₹ 1,047.19 million, coupled with a decrease in total assets from ₹ 88,789.13 million in the previous year to ₹ 87,459.45 million in the current year, led to an increase in the Total Debt to Total Assets ratio during the year.
4	Net profit margin (%)	**(13.54)%**	**67.65%**	(120.01)%	The net profit margin ratio declined during the year due to a decrease in net profit from ₹ 6,952.12 million in the previous year to a net loss of ₹ 519.08 million in the current year

Notes:
1) Debt-equity Ratio = Total debt (Debt securities + Borrowings other than debt securities) / Net worth
2) Interest Service Coverage Ratio = Profit before interest and Tax / interest expense
3) Total debt to Total assets = (Debt securities + Borrowings other than debt securities) / Total assets
4) Net profit margin = Net Profit for the year / Total income
5) Current ratio, Long term debt to working capital, Bad Debts to account receivables ratio, Current liability ratio, Debtors turnover, Inventory turnover and Operating margin (%) are not applicable owing to the business model of the company

67. The Company is in compliance with number of layers of companies, as prescribed under clause (87) of section 2 of the Act read with the Companies (Restriction on number of Layers) Rules, 2017.

68. Previous year's figures have been regrouped / reclassified to conform to current year presentation.

69. All amounts disclosed in the financial statements and notes have been rounded off to the nearest million as per the requirements of Schedule III, unless otherwise stated.

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

As per our report of even date attached

For Nangia & Co. LLP
Chartered Accountants
ICAI Firm's Registration Number: 002391C/N500069

For and on behalf of the Board of Directors of
Edelweiss Financial Services Limited

Jaspreet Singh Bedi
Partner
Membership No: 601788

Rashesh Shah
Chairman & Managing Director
DIN: 00008322

Vidya Shah
Non- Executive Director
DIN: 00274831

Ananya Suneja
Chief Financial Officer

Tarun Khurana
Company Secretary
Membership No: 12344

Mumbai, 14 May 2025

Mumbai, 14 May 2025

NANGIA & CO LLP
CHARTERED ACCOUNTANTS

INDEPENDENT AUDITOR'S REPORT

To the Members of Edelweiss Financial Services Limited

Report on the Audit of Standalone Financial Statements

Opinion

We have audited the accompanying Standalone Financial statements of Edelweiss Financial Services Limited ("the Company"), which comprise the Standalone Balance Sheet as at March 31, 2024 and the Standalone Statement of Profit and Loss, including the Standalone Statement of Other Comprehensive Income, Standalone Statement of Cash Flows and the Standalone Statement of Changes in Equity for the year then ended, and notes to the standalone 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, as amended ("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 Standalone Profit including Other Comprehensive Income, its Standalone Cash Flows and the Standalone Statement of Changes in Equity for the year ended on that date.

Basis for Opinion

We conducted our audit of the standalone financial statements in accordance with the Standards on Auditing (SAs), as specified under Section 143(10) of the Act. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the standalone 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 standalone 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 audit opinion on the standalone financial statements.

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 for the year ended March 31, 2024. 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. For each matter below, our description of how our audit addressed the matter is provided in that context.

We have determined the matters described below to be the key audit matters to be communicated in our report. We have fulfilled the responsibilities described in the Auditor's responsibilities for the audit of the standalone financial statements section of our report, including in relation to these matters. Accordingly, our audit included the performance of procedures designed to respond to our assessment of the risks of material misstatement of the standalone financial statements. The results of our audit procedures, including the procedures performed to address the matters below, provide the basis for our audit opinion on the accompanying standalone financial statements.

Key audit matters	How our audit addressed the key audit matter
Impairment of investments in subsidiary companies (As described in Note 1.4.1.3 and Note 6 of the standalone financial statements)	
The Company has investments in various subsidiaries aggregating ₹ 46,001.90 million which are not listed (equity) or quoted. These investments are valued at cost and are required to be assessed for impairment in accordance with Ind AS 36, when any indicators of impairment are observed. In carrying out such impairment assessment, a significant judgement of the management is involved in estimating the investee company's "value in use", in accordance with Ind AS 36. Estimation of the value in use requires the management to apply appropriate assumptions with respect to the growth rates for future cash flow projections of the investee company and discount rates for determining present value of such cash flows. In view of the high degree of management's judgement involved in estimation of the recoverable amount of investments in unlisted subsidiaries and the inherent uncertainty relating to the assumptions supporting such estimates, we considered this area as a key audit matter.	Our audit procedures included considering the appropriateness of the processes laid down by the management for assessment of impairment in the value of investments in subsidiaries combined with procedures performed as follows: • Considered management's assessment of impairment from the management experts wherever considered necessary and assessed whether any impairment indicators existed for investment in individual subsidiaries. • Traced the net-worth of the individual subsidiaries to their audited financial statements to assess whether any impairment indicators were present. • Assessed information used to determine the key assumptions, including growth rates and discount rates. • Assessed the disclosures relating to investments in subsidiaries included in the standalone financial statements in accordance with the requirements of Ind AS.
IT systems and controls	
Financial accounting and reporting processes, especially in the financial services sector, are fundamentally reliant on IT systems and IT controls to process significant transaction, hence we identified IT systems and controls as a key audit matter for the Company. Automated accounting procedures and IT environment controls, which include IT governance, general IT controls over program development and changes, access to programs and data and IT operations, are required to be designed and to operate effectively to ensure reliable financial reporting.	Our audit procedures focused on the IT infrastructure and applications relevant to financial reporting of the Company: • Tested the design and operating effectiveness of the Company's IT access controls over the information systems that are important to financial reporting and various interfaces, configuration, and other identified application controls. • Tested IT general controls (logical access, changes management and aspects of IT operational controls). This included testing requests for access to systems were reviewed and authorized. • Tested the Company's periodic review of access rights. Also tested requests of changes to systems for approval and authorization. • In addition to the above, tested the design and operating effectiveness of certain automated controls that were considered as key internal controls. • Tested the design and operating effectiveness of compensating controls in case deficiencies were identified and where necessary, extended the scope of our substantive audit procedures.

Information Other than the Financial Statements and Auditor's Report thereon

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Board report and Annual report, but does not include the standalone financial statements and our auditor's report thereon. The Board report and Annual report is expected to be made available to us after the date of this auditor's report.

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 standalone financial statements, our responsibility is to read the other information identified above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the standalone financial statements, or our knowledge obtained in the audit or otherwise appears to be materially misstated.

Responsibilities of Management for the Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the 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 including Other Comprehensive Income , Cash Flows and Changes in Equity of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) specified under Section 133 of the Act read with the Companies (Indian Accounting Standards) Rules 2015, as amended. 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 the 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 standalone financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the standalone 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 Standalone Financial Statements

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

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

- Identify and assess the risks of material misstatement of the standalone 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.

- 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 with reference to standalone financial statements in place and the operating effectiveness of such controls.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

- 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 standalone 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.

- Evaluate the overall presentation, structure and content of the standalone financial statements, including the disclosures and whether the standalone 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 standalone financial statements for the financial year ended March 31, 2024, 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 of the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Other Matter:

The comparative financial information of the Company for year ended March 31, 2023 were audited by predecessor auditor who expressed an unmodified opinion on those standalone financial statements dated May 26, 2023. Accordingly, we do not express any opinion, as the case may be, on the figures reported in the standalone financial statements for the year ended March 31, 2023. Our opinion is not modified in respect of this matter.

Report on Other Legal and Regulatory Requirements

1. 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 1" a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

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

   (a) 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;

(b) 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;

(c) The Standalone Balance Sheet, the Standalone Statement of Profit and Loss including the Standalone Statement of Other Comprehensive Income, and the Standalone Statement of Cash Flow and Standalone Statement of Changes in Equity dealt with by this Report are in agreement with the books of account;

(d) In our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Companies (Indian Accounting Standards) Rules,2015, as amended;

(e) 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;

(f) With respect to the adequacy of the internal financial controls over financial reporting of the Company with reference to these standalone financial statements and the operating effectiveness of such controls, refer to our separate Report in "Annexure 2";

(g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended, in our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Company to its directors during the year is in accordance with the provisions of section 197 of the Act;

(h) 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) Rules, 2014, as amended in our opinion and to the best of our information and according to the explanations given to us:

i. The Company has disclosed the impact of pending litigations on its financial position in its standalone financial statements – (Refer Note 33(1)(a) and (b) to the standalone financial statements);

ii. The Company has made provision, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long-term contracts including derivative contracts – (Refer Note 65 to the standalone financial statements);

iii. There has been no delay in transferring amounts, required to be transferred to the Investor Education and Protection Fund by the Company.

iv. (a) The Management has represented that, to the best of its knowledge and belief, other than as disclosed in the note 52 (A) to the standalone financial statements, 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 or entity, 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.

(b) The Management has represented, that, to the best of it's knowledge and belief, as disclosed in the note 52 (B) to the standalone financial statements, during the year no funds have been received by the Company from any person or entity, 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; and

(c) Based on the audit procedures performed that have 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 (a) and (b) contain any material misstatement.

v. The final dividend paid by the Company during the year in respect of the same declared for the previous year is in accordance with Section 123 of the Act to the extent it applies to payment of dividend.

As stated in note 56.1 to the standalone financial statements, the Board of Directors of the Company have proposed final dividend for the year which is subject to the approval of the members at the ensuing Annual General Meeting. The dividend declared is in accordance with Section 123 of the Act to the extent it applies to declaration of dividend.

vi. 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 operated throughout the year for all relevant transactions recorded in the software. Further, during the course of our audit we did not come across any instance of audit trail feature being tampered with.

As proviso to Rule 3(1) of the Companies (Accounts) Rules, 2014 is applicable from April 1, 2023, reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014 on preservation of audit trail as per the statutory requirements for record retention is not applicable for the financial year ended March 31, 2024.

For Nangia & Co. LLP
Chartered Accountants
FRN No. 002391C/N500069

Jaspreet Singh Bedi
Partner
Membership No.: 601788
UDIN: 24601788BKFMVJ9653

Place: Mumbai
Date: May 14, 2024

Annexure 1 referred to in paragraph 1 under the heading "Report on other legal and regulatory requirements" of our Report of Even Date

Re: Edelweiss Financial Services Limited ("the Company")

In terms of the information and explanations sought by us and given by the Company and the books of account and records examined by us in the normal course of audit and to the best of our knowledge and belief, we state that:

(i) (a) (A) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment.

(a) (B) The Company has maintained proper records showing full particulars of intangible assets.

(b) All Property, Plant and Equipment were physically verified by the management in the previous years in accordance with a planned programme of verifying them once in three years which is reasonable having regard to the size of the Company and the nature of its assets.

(c) According to information and explanations given to us, the title deeds of all the immovable properties are held in the name of the Company.

(d) The Company has not revalued its Property, Plant and Equipment or intangible assets during the year ended March 31, 2024.

(e) According to information and explanations given to us, there are no proceedings initiated or are pending against the Company for holding any benami property under the Prohibition of Benami Property Transactions Act, 1988 and rules made thereunder.

(ii) (a) The Company's business does not require maintenance of inventories and, accordingly, the requirement to report on clause 3(ii)(a) of the Order is not applicable to the Company.

(b) The Company has not been sanctioned any working capital limits in excess of Rs. five crore rupees in aggregate from banks and financial institutions during any point of time of the year on the basis of security of current assets. Accordingly, the requirement to report on Clause 3(ii)(b) of the Order is not applicable to the Company.

(iii) (a) During the year the Company has provided loans, advances in the nature of loans, stood guarantee and provided security to companies as follows:

(Rs. in million)

Particulars	Guarantees	Put Option	Security	Loans	Advances in nature of Loans
Aggregate amount granted/ provided during the year					
- Subsidiaries	22,090.00	3250.00	Nil	45,455.62	Nil
- Others	Nil	Nil	Nil	Nil	Nil
*Balance outstanding as at balance sheet date in respect of above cases					
- Subsidiaries	26,414.86 (**)	13690.00	1712.41	36,090.10	Nil
- Others	Nil	Nil	Nil	Nil	Nil

* the above balance includes outstanding as at March 31, 2024
** Guarantees originally issued against the above was Rs. 71,690 million

(b) During the year the investments made, guarantees provided, security given and the terms and conditions of the grant of all loans and advances in the nature of loans and guarantees to Companies are not prejudicial to the Company's interest.

(c) The Company has granted loans to group companies where the schedule of repayment of principal and payment of interest has been stipulated and the repayment or receipts are regular. As represented by the Management, there are no loans given to other than group companies.

(d) There are no amounts of loans and advances in the nature of loans granted to companies which are overdue for more than ninety days.

(e) There were no loans or advance in the nature of loan granted to group companies which had fallen due during the year, that have been renewed or extended or fresh loans granted to settle the overdues of existing loans given to the same parties.

(f) According to information and explanations given to us, 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 to group companies. Accordingly, the requirement to report on clause 3(iii)(f) of the Order is not applicable to the Company.

(iv) In our opinion and according to the information and explanations given to us, the Company has not advanced loans to directors / to a Company in which the director is interested to which provisions of Section 185 of the Companies Act 2013 apply and hence not commented upon. The Company has made investments/ given loans /guarantees/ provided security which is in compliance to the provisions of Section 186 of the Companies Act 2013.

(v) The Company has neither accepted any deposits from the public nor accepted any amounts which are deemed to be deposits within the meaning of Sections 73 to 76 of the Companies Act and the rules made thereunder, to the extent applicable. Accordingly, the requirement to report on clause 3(v) of the Order is not applicable to the Company.

(vi) The Central Government has not specified the maintenance of cost records under Section 148(1) of the Companies Act, 2013, for the products/services of the Company.

(vii) (a) According to information and explanations given to us, the Company is generally regular in depositing with appropriate authorities undisputed statutory dues including goods and services tax, provident fund, employees' state insurance, income-tax, cess and other statutory dues applicable to it. The provisions relating to duty of customs and duty of excise are currently not applicable to the Company. According to the information and explanations given to us and based on audit procedures performed by us, no undisputed amounts payable in respect of these statutory dues were outstanding, at the year end, for a period of more than six months from the date they became payable.

(b) According to records of the Company, the dues of goods and services tax, provident fund, employees' state insurance, income-tax, service tax, and other statutory dues have not been deposited on account of any dispute, are as follows:

(Rs. in million)

Name of the statue	Nature of dues	Gross Demand	Paid under Protest	Period to which the amount relates	Forum where the dispute is pending
Income Tax Act, 1961	Income Tax	3.23	-	AY 2001-02	High Court
Income Tax Act, 1961	Income Tax	17.91	-	AY 2008-09	High Court
Income Tax Act, 1961	Income Tax	141.38	-	AY 2009-10	High Court
Income Tax Act, 1961	Income Tax	237.89	-	AY 2010-11	High Court
Income Tax Act, 1961	Income Tax	101.40	-	AY 2011-12	High Court
Income Tax Act, 1961	Income Tax	91.24	-	AY 2012-13	High Court
Income Tax Act, 1961	Income Tax	23.13	-	AY 2013-14	High Court
Income Tax Act, 1961	Income Tax	20.20	-	AY 2014-15	High Court
Income Tax Act, 1961	Income Tax	50.66	-	AY 2016-17	High Court
Income Tax Act, 1961	Income Tax	54.33	-	AY 2017-18	High Court
Income Tax Act, 1961	Income Tax	61.25	-	AY 2018-19	High Court
Income Tax Act, 1961	Income Tax	118.12	-	AY 2020-21	High Court
Income Tax Act, 1961	Income Tax	13.46*	-	AY 2022-23	Assessing officer
Service Tax	Service Tax	430.75	16.15	FY 2008-09 to 2011-12	CESTAT, Mumbai
Service Tax	Service Tax	119.75	-	FY 2009-10 up to Jun 2012	CESTAT, Mumbai
Goods and Services Tax Act, 2017	Goods and Services Tax	3.03	0.15	FY 2018-19	Commissioner (Appeals)

*Company has received the assessment order and demand notice dated April 30, 2024 under Section 143(3) of the Income Tax Act, 1961, for assessment year 2022-23 and a tax demand of Rs. 13.46 million (including interest) on account of certain disallowances.

(viii) According to the information and explanations given to us, the Company has not surrendered or disclosed any transaction, previously unrecorded in the books of account, in the tax assessments under the Income Tax Act, 1961 as income during the year.

(ix) (a) According to the information and explanations given to us, the Company has not defaulted in repayment of loans or other borrowings or in the payment of interest thereon to any lender.

(b) The Company has not been declared wilful defaulter by any bank or financial institution or government or any government authority.

(c) According to the information and explanations given to us, the Company did not have any term loans outstanding during the year hence, the requirement to report on clause (ix)(c) of the Order is not applicable to the Company.

(d) According to the information and explanations given to us and on an overall examination of the standalone financial statements of the Company, no funds raised on short-term basis have been used for long-term purposes by the Company.

(e) 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 taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries.

(f) According to the information and explanations given to us, the Company has not raised loans during the year on the pledge of securities held in its subsidiaries companies.

(x) (a) As per management and information provided, monies raised during the year by the Company by way of public offer (including debt instruments) were applied for the purpose for which they were raised.

(b) 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 made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year and accordingly, the requirement to report on Clause (x)(b) of the Order is not applicable to the Company.

(xi) (a) According to the information and explanations given to us**,** no fraud by the Company or on the Company has been noticed or reported during the year.

(b) During the year, no report under sub-section (12) of Section 143 of the Companies Act, 2013 has been filed by secretarial auditor or by us in Form ADT – 4 as prescribed under Rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government.

(c) As represented to us by the management, there are no whistle blower complaints received by the company during the year.

(xii) The Company is not a Nidhi Company as per the provisions of the Companies Act, 2013. Therefore, the requirement to report on clause 3(xii)(a), (b) and (c) of the Order is not applicable to the Company.

(xiii) According to the information and explanations given to us, transactions with the related parties are in compliance with Sections 177 and 188 of Companies Act, 2013 where applicable and the details have been disclosed in the notes to the standalone financial statements, as required by the applicable accounting standards.

(xiv) (a) According to the information and explanations given to us, the Company has an internal audit system commensurate with the size and nature of its business.

(b) The internal audit reports of the Company issued till the date of the audit report, for the period under audit have been considered by us.

(xv) According to the information and explanations given to us, the Company has not entered into any non-cash transactions with its directors or persons connected with its directors and hence requirement to report on clause 3(xv) of the Order is not applicable to the Company.

(xvi) (a) The provisions of Section 45-IA of the Reserve Bank of India Act, 1934 (2 of 1934) are not applicable to the Company. Accordingly, the requirement to report on clause (xvi)(a) of the Order is not applicable to the Company.

(b) The Company has not conducted any Non-Banking Financial activities without obtained a valid Certificate of Registration (CoR) from the Reserve Bank of India as per the Reserve Bank of India Act, 1934.

(c) The Company is not a Core Investment Company as defined in the regulations made by Reserve Bank of India. Accordingly, the requirement to report on clause 3(xvi)(c) of the Order is not applicable to the Company.

(d) According to the information and explanation given to us, the Group has one core investment company as part of Group.

(xvii) The Company has not incurred cash losses in the current year and in the immediately preceding financial year respectively.

(xviii) There has been no resignation of statutory auditors during the year and accordingly requirement to report on clause 3(xviii) of the Order is not applicable to the Company. The previous auditors have completed their term during the year.

(xix) On the basis of the financial ratios disclosed in note 66 to the standalone financial statements, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the standalone financial statements, our knowledge of the Board of Directors and management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report that 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 up to 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) In respect of other than ongoing projects, there are no unspent amounts that are required to be transferred to a fund specified in Schedule VII of the Companies Act (the Act), in compliance with second proviso to sub section 5 of Section 135 of the Act. This matter has been disclosed in note 26(b) to the standalone financial statements.

(b) There are no unspent amounts in respect of ongoing projects, that are required to be transferred to a special account in compliance of provision of sub section (6) of Section 135 of Companies Act. This matter has been disclosed in note 26(b) to the standalone financial statements.

For Nangia & Co. LLP
Chartered Accountants
FRN No. 002391C/N500069

Jaspreet Singh Bedi
Partner
Membership No.: 601788
UDIN: 24601788BKFMVJ9653

Place: Mumbai
Date: May 14, 2024

"ANNEXURE 2" TO THE INDEPENDENT AUDITOR'S REPORT OF EVEN DATE ON THE STANDALONE FINANCIAL STATEMENTS OF EDELWEISS FINANCIAL SERVICES LIMITED

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

To the Members of Edelweiss Financial Services Limited

We have audited the internal financial controls over financial reporting with reference to Standalone Financial Statements of Edelweiss Financial Services Limited ("the Company") as of March 31, 2024 in conjunction with our audit of the Standalone 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 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. 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 judgement, including the assessment of the risks of material misstatement of the standalone 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 with reference to Standalone Financial Statements is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of standalone financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting with reference to Standalone Financial Statements 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 standalone financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the standalone 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, 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 March 31, 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 Nangia & Co. LLP
Chartered Accountants
FRN No. 002391C/N500069

Jaspreet Singh Bedi
Partner
Membership No.: 601788
UDIN: 24601788BKFMVJ9653

Place: Mumbai
Date: May 14, 2024

Edelweiss Financial Services Limited
Standalone Balance Sheet as at 31 March 2024
CIN-L99999MH1995PLC094641

(Currency: Indian rupees in millions)	Note	As at 31 March 2024	As at 31 March 2023
ASSETS			
Financial assets			
(a) Cash and cash equivalents	2	**461.03**	1,350.09
(b) Bank balances other than cash and cash equivalents	3	**9.48**	39.17
(c) Trade Receivables	4	**154.50**	305.64
(d) Loans	5	**36,382.39**	29,023.40
(e) Investments	6	**46,080.37**	72,100.70
(f) Other financial assets	7	**104.59**	199.89
Total financial assets		**83,192.36**	103,018.89
Non-financial assets			
(a) Current tax assets (net)		**826.03**	1,143.22
(b) Deferred tax assets (net)	8	**3,803.28**	1,895.05
(c) Property, Plant and Equipment	9	**6.96**	10.34
(d) Other Intangible assets	9	**-**	-
(e) Other non-financial assets	10	**960.50**	1,118.36
Total Non-financial assets		**5,596.77**	4,166.97
TOTAL ASSETS		**88,789.13**	107,185.86
LIABILITIES AND EQUITY			
Financial liabilities			
(a) Trade Payables	11		
(i) total outstanding dues of micro enterprises and small enterprises		**-**	1.30
(ii) total outstanding dues of creditors other than micro enterprises and small enterprises		**3,112.59**	2,232.69
(b) Debt securities	12	**28,079.84**	25,886.54
(c) Borrowings (other than debt securities)	13	**1,597.39**	-
(d) Other financial liabilities	14	**1,288.74**	6,480.45
Total financial liabilities		**34,078.56**	34,600.98
Non-financial liabilities			
(a) Current tax liabilities (net)		**29.21**	7.86
(b) Provisions	15	**4.00**	9.31
(c) Other non-financial liabilities	16	**48.93**	15.08
Total non-financial liabilities		**82.14**	32.25
TOTAL LIABILITIES		**34,160.70**	34,633.23
EQUITY			
(a) Equity Share capital	17	**898.89**	898.38
(b) Other equity	18	**53,729.54**	71,654.25
TOTAL EQUITY		**54,628.43**	72,552.63
TOTAL LIABILITIES AND EQUITY		**88,789.13**	107,185.86

The accompanying notes are an integral part of the Standalone Financial Statements. 1 to 69

As per our report of even date attached

For Nangia & Co. LLP
Chartered Accountants
ICAI Firm's Registration Number: 002391C/N500069

Jaspreet Singh Bedi
Partner
Membership No: 601788

Mumbai 14 May 2024

For and on behalf of the Board of Directors of
Edelweiss Financial Services Limited

Rashesh Shah
Chairman & Managing Director
DIN: 00008322

Venkatchalam Ramaswamy
Vice Chairman & Executive Director
DIN: 00008509

Ananya Suneja
Chief Financial Officer

Tarun Khurana
Company Secretary
Membership No: 12344

14 May 2024

Edelweiss Financial Services Limited

Standalone Statement of profit and loss for the year ended 31 March 2024

CIN-L99999MH1995PLC094641

(Currency: Indian rupees in millions)	Note	For the year ended 31 March 2024	For the year ended 31 March 2023
Revenue from operations			
Interest income	19	**4,079.80**	3,499.18
Fee and commission income	20	**399.11**	821.49
Net gain/(loss) on fair value changes	23	**(5,870.18)**	19,770.41
Total Revenue from operations		**(1,391.27)**	24,091.08
Other income	21	**11,668.09**	6,795.84
Total income		**10,276.82**	30,886.92
Expenses			
Finance costs	22	**3,268.90**	3,027.37
Impairment on financial instruments	24	**3.33**	1,493.56
Employee benefits expense	25	**347.21**	334.17
Depreciation and amortisation	9	**3.29**	3.57
Other expenses	26	**1,498.84**	2,881.69
Total expenses		**5,121.57**	7,740.36
Profit before tax		**5,155.25**	23,146.56
Tax expense:	27 & 28		
Current tax		**111.36**	-
Deferred tax		**(1,908.23)**	(735.91)
Profit for the year		**6,952.12**	23,882.47
Other Comprehensive Income			
Items that will not be reclassified to profit or loss			
Re-measurements of the defined benefit plans		**(4.27)**	0.33
Other comprehensive income		**(4.27)**	0.33
Total comprehensive income		**6,947.85**	23,882.80
Earnings per share (₹) (Face value ₹ 1 each)	29		
- Basic (₹)		**7.73**	26.59
- Diluted (₹)		**7.72**	26.59

The accompanying notes are an integral part of the Standalone Financial Statements 1 to 69

As per our report of even date attached

For Nangia & Co. LLP
Chartered Accountants
ICAI Firm's Registration Number: 002391C/N500069

Jaspreet Singh Bedi
Partner
Membership No: 601788

Mumbai 14 May 2024

For and on behalf of the Board of Directors of
Edelweiss Financial Services Limited

Rashesh Shah
Chairman & Managing Director
DIN: 00008322

Venkatchalam Ramaswamy
Vice Chairman & Executive Director
DIN: 00008509

Ananya Suneja
Chief Financial Officer

Tarun Khurana
Company Secretary
Membership No: 12344

14 May 2024

Edelweiss Financial Services Limited

Standalone Statement of Cash Flow for the year ended 31 March 2024

CIN-L99999MH1995PLC094641

	(Currency : Indian rupees in millions)	For the year ended 31 March 2024	For the year ended 31 March 2023
A	**Cash flow from operating activities**		
	Profit / (Loss)before tax	**5,155.25**	23,146.56
	Adjustments for:		
	Depreciation and amortisation expenses	**3.29**	3.57
	Fair value change in investments	**(1,849.30)**	(23,552.48)
	Fair value change in provisions	**220.60**	2,052.85
	Profit on sale of investments (net)	**(11,576.00)**	(6,799.59)
	Impairment / (reversal) on financial instruments	**3.33**	1,493.56
	(Profit)/loss on sale of property, plant and equipment	-	0.21
	Interest income	**(4,079.80)**	(3,499.18)
	ESOP and SAR cost	**(27.40)**	14.23
	Finance costs	**3,268.90**	3,027.37
	Operating cash flow before working capital changes	**(8,881.13)**	(4112.90)
	Adjustments for:		
	Decrease /(Increase) in trade receivables	**147.80**	(160.91)
	Decrease /(Increase) in other financial assets	**95.30**	896.35
	Decrease /(Increase) in other non-financial assets	**157.90**	(348.66)
	(Decrease)/increase in in trade payables	**878.60**	1080.69
	(Decrease)/increase in provisions and other financial liabilities	**(5,317.40)**	(386.44)
	(Decrease)/increase in other non-financial liabilities	**33.90**	(61.96)
	Cash generated from / (used in) operations	**(12,885.03)**	(3093.83)
	Income taxes paid (net of refund)	**227.17**	(192.25)
	Net cash generated from / (used in) operating activities - A	**(12,657.86)**	(3,286.08)
B	**Cash flow from investing activities**		
	Purchase of property, plant and equipment	**(0.90)**	(8.31)
	Sale of property, plant and equipment	**1.00**	0.74
	Purchase of investments	**(12,749.20)**	(6,150.00)
	Sale of investments	**28,646.63**	12,332.29
	Decrease /(Increase) in other bank balances	**29.70**	499.91
	Loan (given) / Repayment of loans (Refer note 1 below)	**(7,359.23)**	(7,319.59)
	Interest received	**4,079.80**	3,499.18
	Net cash generated from / (used in) investing activities - B	**12,647.80**	2,854.22
C	**Cash flow from financing activities**		
	Proceeds from exercise of ESOP & SAR	**2.76**	1.65
	Repayment of Debt securities	**(6,875.69)**	(6,710.00)
	Proceeds from Debt securities	**9,013.81**	7,617.42
	Proceeds from/(repayment of) borrowings (other than debt securities) (Refer note 1 below)	**1,597.41**	-
	Dividend paid	**(1,403.59)**	(1,376.06)
	Interest paid	**(3,213.70)**	(2,370.40)
	Net cash generated from / (used in) financing activities - C	**(879.00)**	(2,837.39)
	Net increase in cash and cash equivalents (A+B+C)	**(889.06)**	(3,269.25)
	Cash and cash equivalents as at the beginning of the year	**1,350.09**	4,619.34
	Cash and cash equivalents as at the end of the year (refer note 4 below)	**461.03**	1,350.09

Notes:

1. Cash receipts and payments for transactions with group companies in which the turnover is quick, the amounts are large, and the maturities are short are presented on net basis in accordance with Ind AS-7 Statement of Cash Flows.

2. Cash Flow Statement has been prepared under the indirect method as set out in Ind AS 7 prescribed under the Companies (Indian Accounting Standards) Rules, 2015 under the Companies Act, 2013.

3. Refer note 32 for changes in liabilities arising from financing activities.

4.Components of cash and cash equivalents

Particulars	As at 31 March 2024	As at 31 March 2023
Cash on hand	**0.01**	0.01
Balances with banks - current accounts	**461.02**	1,350.08
Total	**461.03**	1,350.09

The accompanying notes are an integral part of the Standalone Financial Statements 1 to 69

As per our report of even date attached

For Nangia & Co. LLP
Chartered Accountants
ICAI Firm's Registration Number: 002391C/N500069

Jaspreet Singh Bedi
Partner
Membership No: 601788

Mumbai 14 May 2024

For and on behalf of the Board of Directors of
Edelweiss Financial Services Limited

Rashesh Shah
Chairman & Managing Director
DIN: 00008322

Venkatchalam Ramaswamy
Vice Chairman & Executive Director
DIN: 00008509

Ananya Suneja
Chief Financial Officer

Tarun Khurana
Company Secretary
Membership No: 12344

14 May 2024

Edelweiss Financial Services Limited

Standalone Statement of Changes in Equity for the year ended 31 March 2024
CIN-L99999MH1995PLC094641
(Currency : Indian rupees in millions)

A Equity share capital

Particulars	**For the year ended 31 March 2024**	or the year ended 31 March 2023
Balance at the beginning of the year	**898.38**	898.20
Changes in Equity Share Capital due to prior period errors	**-**	-
Restated balance at the beginning of the current reporting year	**898.38**	898.20
Changes in equity share capital during the year on account of allotment of shares	**0.51**	0.18
Balance at the end of the year	**898.89**	898.38

Notes:

1. Edelweiss Employees Welfare Trust and Edelweiss Employees Incentive and Welfare Trust are extension of Company's financial statements, these trusts are holding 4,48,96,780 number of equity shares amounting to ₹ 44.90 million (Previous year ₹ 44.90 million). These are deducted from total outstanding equity shares.

2. Refer note 17 for detailed quantitative information including investors holding more than 5% of equity share capital.

3. The above two Welfare Trusts hold an aggregate 4,48,96,780 equity shares of the Company for incentive and welfare benefits for group employees as per extant applicable Securities and Exchange Board of India regulations (SEBI). Pursuant to the exercise of right available under Regulation 29 of SEBI (Share Based Employee Benefits) Regulations, 2014, the Company has applied before the expiry date of 27 October 2019 for extension of the time limit for disposing of aforesaid equity shares. The said application is under consideration and approval for extension from SEBI is awaited as at date.

B. Other equity

Particulars		Reserves and Surplus					Total
	Share application money pending allotment	Capital Redemption Reserve	Securities Premium	Employee Stock Option Plan (ESOP) reserve/Stock appreciation rights (SAR)	General reserve	Retained earnings	
Balance at 01 April 2022	**-**	**2.03**	**30,670.40**	**761.58**	**508.64**	**17,161.31**	**49,103.96**
Profit for the year	-	-	-	-	-	23,882.47	23,882.47
Other comprehensive income	-	-	-	-	-	0.33	0.33
Total Comprehensive Income for the year	**-**	**-**	**-**	**-**	**-**	**23,882.80**	**23,882.80**
Dividends to equity shareholders	-	-	-	-	-	(1,325.35)	(1,325.35)
Transfers on exercise of ESOP & SAR	-	-	23.28	(23.28)	-	-	-
Issue of equity instruments on ESOP & SAR	(1.65)	-	1.47	-	-	-	(0.18)
Share application money received	1.65	-	-	-	-	-	1.65
ESOP & SAR charges transferred to reserves	-	-	-	(30.95)	-	30.95	-
Reversal on account of lapses of ESOP & SAR	-	-	-	(149.65)	-	-	(149.65)
ESOP Charge	-	-	-	32.21	-	-	32.21
SAR charge	-	-	-	108.81	-	-	108.81
Balance at 31 March 2023	**-**	**2.03**	**30,695.15**	**698.72**	**508.64**	**39,749.71**	**71,654.25**
Profit for the year	**-**	**-**	**-**	**-**	**-**	**6,952.12**	**6,952.12**
Other comprehensive income	**-**	**-**	**-**	**-**	**-**	**(4.27)**	**(4.27)**
Total Comprehensive Income for the year	**-**	**-**	**-**	**-**	**-**	**6,947.85**	**6,947.85**
Dividends to equity shareholders	**-**	**-**	**-**	**-**	**-**	**(1,110.47)**	**(1,110.47)**
Transfers on exercise of ESOP & SAR	**-**	**-**	**24.65**	**(24.65)**	**-**	**-**	**-**
Issue of equity instruments on ESOP & SAR	**(17.14)**	**-**	**16.63**	**-**	**-**	**-**	**(0.51)**
Share application money received	**19.39**	**-**	**-**	**-**	**-**	**-**	**19.39**
ESOP & SAR charges transferred to reserves	**-**	**-**	**-**	**(52.84)**	**-**	**52.84**	**-**
Reversal on account of lapses of ESOP & SAR	**-**	**-**	**-**	**(295.19)**	**-**	**-**	**(295.19)**
ESOP Charge	**-**	**-**	**-**	**9.60**	**-**	**-**	**9.60**
SAR charge	**-**	**-**	**-**	**36.42**	**-**	**-**	**36.42**
On account of Demerger (Refer Note 58)	**-**	**-**	**-**	**-**	**-**	**(23,531.80)**	**(23,531.80)**
Balance at 31 March 2024	**2.25**	**2.03**	**30,736.43**	**372.06**	**508.64**	**22,108.13**	**53,729.54**

The accompanying notes are an integral part of the Standalone Financial Statements 1 to 69

As per our report of even date attached.

For Nangia & Co. LLP
Chartered Accountants
ICAI Firm's Registration Number: 002391C/N500069

Jaspreet Singh Bedi
Partner
Membership No: 601788

Mumbai 14 May 2024

For and on behalf of the Board of Directors of
Edelweiss Financial Services Limited

Rashesh Shah
Chairman & Managing Director
DIN: 00008322

Venkatchalam Ramaswamy
Vice Chairman & Executive Director
DIN: 00008509

Ananya Suneja
Chief Financial Officer

Tarun Khurana
Company Secretary
Membership No: 12344

14 May 2024

1. Background

Edelweiss Financial Services Limited ('the Company') Public Limited company domiciled in India, and incorporated under the provision of Companies Act, 1956 and is registered with Securities and Exchange Board of India (SEBI) as Category I – Merchant Banker. The Company was incorporated on November 21, 1995 and is the ultimate holding company of Edelweiss group of companies. The Company has its registered office at Edelweiss House, Off C.S.T. Road, Kalina, Mumbai, India.

The Company is principally engaged in providing investment banking services and holding company activities comprising of development, managerial and financial support to the business of Edelweiss group entities.

Material accounting policies

1.1 Basis of preparation of financial statements

The standalone financial statements of the Company has been prepared in accordance with Indian Accounting Standards (Ind AS) notified under the Companies (Indian Accounting Standards) Rules, 2015 (as amended from time to time).

These standalone financial statements have been prepared on a historical cost basis, except for derivative financial instruments and other financial assets held for trading, which have been measured at fair value. The standalone financial statements are presented in Indian Rupees (INR) and all values are rounded to the nearest million, except when otherwise indicated.

1.2 Presentation of standalone financial statements

The Company presents its standalone statement of assets and liabilities in order of liquidity in compliance with the Division III of the Schedule III to the Companies Act, 2013. An analysis regarding recovery or settlement within 12 months after the reporting date (current) and more than 12 months after the reporting date (non-current).

1.3 Financial Instruments

1.3.1 Date of recognition

Financial assets and financial liabilities, with the exception of borrowings are initially recognised on the trade date, i.e., the date that the Company becomes a party to the contractual provisions of the instrument. This includes regular way trades purchases or sales of financial assets that require delivery of assets within the time frame generally established by regulation or convention in the market place. The Company recognises borrowings when funds reach the Company.

1.3.2 Initial measurement of financial instruments

Financial assets and financial liabilities are initially measured at fair value. Trade receivables are measured at transaction price. 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 of the financial assets or financial liabilities, as appropriate, on initial recognition. Transaction costs directly attributable to the acquisition of financial assets or financial liabilities at fair value through profit or loss are recognised immediately in profit or loss.

1.4 Classification of financial instruments

1.4.1 Financial assets:

The Company classifies all its financial assets based on the business model for managing the assets and the asset's contractual terms, measured at either:

Financial assets carried at amortized cost (AC)
A financial asset is measured at amortised cost if it is held within a business model whose objective is to hold the asset in order 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 on the principal amount outstanding. The changes in carrying value of financial assets are recognised in profit and loss account.

Financial assets at fair value through profit or loss (FVTPL)
A financial asset which is not classified in any of the above categories are measured at FVTPL. The Company measures all financial assets classified as FVTPL at fair value at each reporting date. The changes in fair value of financial assets are recognised in Profit and loss account.

1.4.1.1 Amortized cost and Effective interest method

The effective interest method is a method of calculating the amortised cost of a debt instrument and of allocating interest income over the relevant period.

For financial instruments the effective interest rate is the rate that exactly discounts estimated future cash receipts (including all fees and points paid or received that form an integral part of the effective interest rate, transaction costs and other premiums or discounts) excluding expected credit losses, through the expected life of the debt instrument, or, where appropriate, a shorter period, to the gross carrying amount of the debt instrument on initial recognition.

The amortised cost of a financial asset is the amount at which the financial asset is measured at initial recognition minus the principal repayments, plus the cumulative amortisation using the effective interest method of any difference between that initial amount and the maturity amount, adjusted for any loss allowance. On the other hand, the gross carrying amount of a financial asset is the amortised cost of a financial asset before adjusting for any loss allowance.

1.4.1.2 Financial assets held for trading

The Company classifies financial assets as held for trading when they have been purchased or issued primarily for short-term profit making through trading activities or form part of a portfolio of financial instruments that are managed together, for which there is evidence of a recent pattern of short-term profit is taking. Held-for-trading assets are recorded and measured in the balance sheet at fair value.

1.4.1.3 Investment in equity instruments

The Company measures all equity investments at fair value through profit or loss except, for Investment in subsidiaries and associates are recognised at cost, subject to impairment if any at the end of each reporting period. Cost of investment represents amount paid for acquisition of the investment.

1.4.2 Financial liabilities

All financial liabilities are measured at amortised cost except for financial guarantees, and derivative financial liabilities.

1.4.2.1 Debt securities and other borrowed funds

After initial measurement, debt issued, and other borrowed funds are subsequently measured at amortised cost. Amortised cost is calculated by taking into account any discount or premium on issue funds, and costs that are an integral part of the EIR.

1.4.2.2 Financial assets and Financial liabilities at fair value through profit or loss

Financial assets and financial liabilities in this category are those that are not held for trading and have been either designated by management upon initial recognition or are mandatorily required to be measured at fair value under Ind AS 109. Management only designates an instrument at FVTPL upon initial recognition when one of the following criteria are met. Such designation is determined on an instrument-by-instrument basis:

- The designation eliminates, or significantly reduces, the inconsistent treatment that would otherwise arise from measuring the assets or liabilities or recognising gains or losses on them on a different basis; or
- The liabilities are part of a group of financial liabilities, which are managed, and their performance evaluated on a fair value basis, in accordance with a documented risk management or investment strategy; or
- The liabilities containing one or more embedded derivatives, unless they do not significantly modify the cash flows that would otherwise be required by the contract, or it is clear with little or no analysis when a similar instrument is first considered that separation of the embedded derivative(s) is prohibited.

Financial assets and financial liabilities at FVTPL are recorded in the balance sheet at fair value. Changes in fair value are recorded in profit and loss with the exception of movements in fair value of liabilities designated at FVTPL due to changes in the Company's own credit risk. Such changes in fair value are recorded in the Own credit reserve through OCI and do not get recycled to the profit or loss. Interest earned or incurred on instruments designated at FVTPL is accrued in interest income or finance cost, respectively, using the EIR, taking into account any discount/ premium and qualifying transaction costs being an integral part of instrument. Interest earned on assets mandatorily required to be measured at FVTPL is recorded using effective interest rate.

1.4.2.3 Financial guarantee:

Financial guarantees are contract that requires the Company to make specified payments to reimburse to holder for loss that it incurs because a specified debtor fails to make payment when it is due in accordance with the terms of a debt instrument.

Financial guarantee issued or commitments to provide a loan at below market interest rate are initially measured at fair value and the initial fair value is amortised over the life of the guarantee or the commitment. Subsequently they are measured at higher of this amortised amount and the amount of loss allowance.

1.4.3 Financial liabilities and equity instruments

Financial instruments issued by the Company are classified as either financial liabilities or as equity in accordance with the substance of the contractual arrangements and the definitions of a financial liability and an equity instrument.

An equity instrument is any contract that evidences a residual interest in the assets of an entity after deducting all of its liabilities. Equity instruments issued by the Company entity are recognised at the proceeds received, net of direct issue costs.

Repurchase of the Company's own equity instruments is recognised and deducted directly in equity. No gain or loss is recognised in profit or loss on the purchase, sale, issue, or cancellation of the Company's own equity instruments.

1.5 Reclassification of financial assets and financial liabilities

The Company does not reclassify its financial assets subsequent to their initial recognition, apart from the exceptional circumstances in which the Company acquires, disposes of, or terminates a business line. Financial liabilities are never reclassified.

1.6 Employee welfare trust

The Company is a sponsor to two trusts namely: (i) Edelweiss Employees' Welfare Trust; and (ii) Edelweiss Employees' Incentives and Welfare Trust. These trusts have been formed exclusively to provide benefits to employees of the Company and its subsidiaries and associates. These trusts have been treated as an extension of the Company for the purpose of these financial statements. Accordingly, the equity shares of the Company held by these trusts have been treated as treasury shares. The excess of the cost of such shares over the face value of shares has been reduced from the securities premium account of the Company.

1.7 Derecognition of financial assets and financial liabilities

1.7.1 Derecognition of financial assets due to substantial modification of terms and conditions

The Company derecognises a financial asset when the terms and conditions have been renegotiated to the extent that, substantially, it becomes a new loan, with the difference recognised as a derecognition gain or loss, to the extent that an impairment loss has not already been recorded.

If the modification does not result in cash flows that are substantially different, the modification does not result in derecognition. Based on the change in cash flows discounted at the original EIR, the Company records a modification gain or loss, to the extent that an impairment loss has not already been recorded.

1.7.2 Derecognition of financial assets (other than due to substantial modification)

A financial asset (or, where applicable, a part of a financial asset or part of a Company of similar financial assets) is derecognised when the rights to receive cash flows from the financial asset have expired. The Company also derecognises the financial asset if it has both transferred the financial asset and the transfer qualifies for derecognition.

The Company has transferred the financial asset if, and only if, either:

- The Company has transferred its contractual rights to receive cash flows from the financial asset; or
- It retains the rights to the cash flows but has assumed an obligation to pay the received cash flows in full without material delay to a third party under a ‘pass–through’ arrangement.

A transfer only qualifies for derecognition if either:

- The Company has transferred substantially all the risks and rewards of the asset; or

- The Company has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset

The Company considers control to be transferred if and only if, the transferee has the practical ability to sell the asset in its entirety to an unrelated third party and is able to exercise that ability unilaterally and without imposing additional restrictions on the transfer.

1.7.3 Derecognition of financial liabilities

A financial liability is derecognised when the obligation under the liability is discharged, cancelled, or expires.

Where an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as a derecognition of the original liability and the recognition of a new liability. The difference between the carrying value of the original financial liability and the consideration paid, including modified contractual cash flow recognised as new financial liability, would be recognised in profit or loss.

1.8 Impairment of financial assets

The Company records allowance for expected credit losses for all amortised cost financial assets and financial guarantee contracts, in this section all referred to as 'financial instruments. Equity instruments are not subject to impairment under Ind AS 109.

The Company follows 'simplified approach' for recognition of impairment loss allowance on trade receivables and lease receivables. The application of simplified approach does not require the Company to track changes in credit risk. Rather, it recognises impairment loss allowance based on lifetime ECLs at each reporting date, right from its initial recognition. The Company uses a provision matrix to determine impairment loss allowance on portfolio of its receivables. The provision matrix is based on its historically observed default rates over the expected life of the receivables.

For all other financial instruments, the Company recognises lifetime ECL when there has been a significant increase in credit risk since initial recognition. If, on the other hand, the credit risk on the financial instrument has not increased significantly since initial recognition, the Company measures the loss allowance for that financial instrument at an amount equal to 12-month expected credit losses (12m ECL). The assessment of whether lifetime ECL should be recognised is based on significant increases in the likelihood or risk of a default occurring since initial recognition instead of on evidence of a financial asset being credit-impaired at the reporting date or an actual default occurring.

For financial assets, the expected credit loss is estimated as the difference between all contractual cash flows that are due to the Company in accordance with the contract and all the cash flows that the Company expects to receive, discounted at the original effective interest rate. The Company recognises an impairment gain or loss in profit or loss for all financial instruments with a corresponding adjustment to their carrying amount through a loss allowance account.

1.9 Write off

Financial assets are written off either partially or in their entirety only when the Company has stopped pursuing the recovery. If the amount to be written off is greater than the accumulated loss allowance, the difference is first treated as an addition to the allowance that is then applied against the gross carrying amount. Any subsequent recoveries are credited to impairment on financial instruments in statement of profit and loss.

1.10 Determination of fair value

The Company measures financial instruments, such as, derivatives at fair value at each balance sheet date. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

- In the principal market for the asset or liability, or
- In the absence of a principal market, in the most advantageous market for the asset or liability

The principal or the most advantageous market must be accessible by the Company.

The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest. A fair value measurement of a non-financial asset takes into account a market participant's ability to generate economic benefits by using the asset in its highest and best use or by selling it to another market participant that would use the asset in its highest and best use. The Company uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximising the use of relevant observable inputs and minimising the use of unobservable inputs. In order to show how fair values have been derived, financial instruments are classified based on a hierarchy of valuation techniques, as summarised below:

- Level 1 financial instruments −Those where the inputs used in the valuation are unadjusted quoted prices from active markets for identical assets or liabilities that the Company has access to at the measurement date. The Company considers markets as active only if there are sufficient trading activities with regards to the volume and liquidity of the identical assets or liabilities and when there are binding and exercisable price quotes available on the balance sheet date.

- Level 2 financial instruments−Those where the inputs that are used for valuation and are significant, are derived from directly or indirectly observable market data available over the entire period of the instrument's life.

- Level 3 financial instruments −Those that include one or more unobservable input that is significant to the measurement as whole. For assets and liabilities that are recognised in the financial statements on a recurring basis, the Company determines whether transfers have occurred between levels in the hierarchy by re-assessing categorization (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period. The Company periodically reviews its valuation techniques including the adopted methodologies and model calibrations.

1.11 Revenue from contract with customer

Revenue is recognized when (or as) the Company satisfies a performance obligation by transferring a promised good or service (i.e. an asset) to a customer. An asset is transferred when (or as) the customer obtains control of that asset.When (or as) a performance obligation is satisfied, the Company recognizes as revenue the amount of the transaction price (excluding estimates of variable consideration) that is allocated to that performance obligation. The Company applies the five-step approach for recognition of revenue:

i. Identification of contract(s) with customers;

ii. Identification of the separate performance obligations in the contract;

iii. Determination of transaction price;

iv. Allocation of transaction price to the separate performance obligations; and

v. Recognition of revenue when (or as) each performance obligation is satisfied

Revenue Recognition for different heads of Income are as under:

(i) Investment banking advisory fees, Syndication fees (net of tax)

Advisory/Syndication fees are recognised on an accrual basis in accordance with agreement entered into with respective investment managers / advisors.

(ii) Interest income

Interest income is recognized using the effective interest rate.

(iii) Dividend income

Dividend income is recognized in the standalone statement of profit or loss on the date that the Company's right to receive payment is established, it is probable that the economic benefits associated with the dividend will flow to the entity and the amount of dividend can be reliably measured. This is generally when the Shareholders approve the dividend.

(iv) **Profit or loss on sale of investments**

Profit or loss on sale of investments is recognised on trade date basis. Difference between the sale price and average cost of acquisition is recognized as profit or loss on sale of investments.

1.12 Earnings per share

Basic earnings per share is computed by dividing the net profit after tax attributable to the equity shareholders for the year by the weighted average number of equity shares outstanding for the year.

Diluted earnings per share reflect the potential dilution that could occur if securities or other contracts to issue equity shares were exercised or converted during the year. Diluted earnings per share is computed by dividing the net profit after tax attributable to the equity shareholders for the year by weighted average number of equity shares considered for deriving basic earnings per share and weighted average number of equity shares that could have been issued upon conversion of all dilutive potential equity shares.

1.13 Retirement and other employee benefit

Provident fund and national pension scheme

The Company contributes to a recognised provident fund and national pension scheme which is a defined contribution scheme. The contributions are accounted for on an accrual basis and recognised in the statement of profit and loss when an employee renders the related service.

Gratuity

The Company's gratuity scheme is a defined benefit plan. The Company's net obligation in respect of the gratuity benefit scheme is calculated by estimating the amount of future benefit that the employees have earned in return for their service in the current and prior periods, that benefit is discounted to determine its present value, and the fair value of any plan assets, if any, is deducted. The present value of the obligation under such benefit plan is determined based on independent actuarial valuation using the Projected Unit Credit Method. Benefits in respect of gratuity are funded with an insurance company approved by Insurance Regulatory and Development Authority (IRDA). Remeasurements, comprising of actuarial gains and losses, the effect of the asset ceiling, excluding amounts included in net interest on the net defined benefit liability and the return on plan assets (excluding amounts included in net interest on the net defined benefit liability),

are recognised immediately in the balance sheet with a corresponding debit or credit to retained earnings through OCI in the period in which they occur.

Remeasurements are not reclassified to profit or loss in subsequent periods.

Past service costs are recognised in profit or loss on the earlier of:

- The date of the plan amendment or curtailment, and
- The date that the Company recognises related restructuring costs

Net interest is calculated by applying the discount rate to the net defined benefit liability or asset. The Company recognises the following changes in the net defined benefit obligation as an expense in the consolidated statement of profit and loss:

- Service costs comprising current service costs, past-service costs, gains and losses on curtailments and non-routine settlements; and
- Net interest expense or income

Compensated Absences

The eligible employees of the Company are permitted to carry forward certain number of their annual leave entitlement to subsequent years, subject to a ceiling. The Company recognises the charge in the statement of profit and loss and corresponding liability on such non-vesting accumulated leave entitlement based on a valuation by an independent actuary. The cost of providing annual leave benefits is determined using the projected unit credit method.

The liability is provided based on the number of days of unutilised leave at each balance sheet date based on a valuation by an independent actuary.

1.14 Share-based payment arrangements

Equity-settled share-based payments to employees of the Group and others providing similar services that are granted by the Company are measured by reference to the fair value of the equity instruments at the grant date. These includes Stock Appreciation Rights (SARs) which are equity settled share-based payments In order to arrive at the fair value of the options, the Black-Scholes Option Pricing formula is used.

a. with respect to Company's employees:

The fair value determined at the grant date of the equity-settled share-based payments is expensed over the vesting period, based on the Company's estimate of equity instruments that will eventually vest, with a corresponding increase in equity. At the end of each reporting period, the Company revises its estimate of the number of equity instruments expected to vest. The impact of the revision of the original estimates, if any, is recognised in profit or loss such that the cumulative expense reflects the revised estimate, with a corresponding adjustment to the Employee Stock Option Plan Reserve and Stock Appreciation Rights Reserve. In cases where the share options granted vest in installments over the vesting period, the Company treats each installment as a separate grant, because each installment has a different vesting period, and hence the fair value of each installment differs.

b. with respect to employees of the Group:

The fair value determined at the grant date of the equity-settled share-based payments is accounted as a capital contribution (deemed investment) to the respective subsidiaries over the vesting period, based on the Company's estimate of equity instruments that will eventually vest, with a corresponding increase in equity. At the end of each reporting period, the Company revises its estimate of the number of equity instruments

expected to vest. The impact of the revision of the original estimates, if any, is recognised such that the cumulative capital contribution (deemed investment) is increased so that it reflects the revised estimate, with a corresponding adjustment to the Employee Stock Option Plan Reserve. In cases where the share options granted vest in installments over the vesting period, the Company treats each installment as a separate grant, because each installment has a different vesting period, and hence the fair value of each installment differs. Whenever, these estimates are expected to get settle between the subsidiaries and the Company, they are accounted as receivable/payable.

1.15 Property, plant, and equipment

Property plant and equipment (PPE) is stated at cost excluding the costs of day–to–day servicing, less accumulated depreciation, and accumulated impairment in value. PPE is recognised when it is probable that future economic benefits associated with the item is expected to flow to the Company and the cost of the item can be measured reliably. Changes in the expected useful life are accounted for by changing the depreciation period or methodology, as appropriate, and treated as changes in accounting estimates.

Subsequent costs incurred on an item of property, plant and equipment is recognised in the carrying amount thereof when those costs meet the recognition criteria as mentioned above. Repairs and maintenance are recognised in profit or loss as incurred if recognition criteria are not met.

An item of property, plant and equipment is derecognised upon disposal or when no future economic benefits are expected to arise from the continued use of the asset. Any gain or loss arising on the disposal or retirement of an item of property, plant and equipment is determined as the difference between the sales proceeds and the carrying amount of the asset and is recognised in the statement of profit and loss.

Depreciation is recognised so as to write off the cost of assets (other than freehold land and properties under construction) less their residual values over their useful lives. Depreciation is provided on a written down value basis from the date the asset is ready for its intended use or put to use whichever is earlier. In respect of assets sold, depreciation is provided up to the date of disposal.

As per the requirement of Schedule II of the Companies Act, 2013, the Company has evaluated the useful lives of the respective Property, Plant & Equipment which are as per the provisions of Part C of the Schedule II for calculating the depreciation. The estimated useful lives of the fixed assets are as follows:

Nature of assets	**Estimated useful life**
Building (other than Factory Building)	60 years
Furniture and fixtures	10 years
Vehicles	8 years
Office equipment	5 years
Computers - servers and networks	6 years
Computers - end user devices, such as desktops, laptops, etc.	3 years

Leasehold improvements are amortised on a straight-line basis over the estimated useful lives of the assets or the period of lease, whichever is shorter.

Amount of those components which have been separately recognised as assets is derecognised at the time of replacement thereof. Any gain or loss arising on the disposal or retirement of an item of property, plant and

equipment is determined as the difference between the sales proceeds and the carrying amount of the asset and is recognised in profit or loss.

The residual values, useful lives, and methods of depreciation of property, plant and equipment are reviewed at each financial year end and adjusted prospectively, if appropriate.

1.16 Intangible assets

The intangible assets mainly include the value of computer software. Intangible assets are recognised when it is probable that the future economic benefits that are attributable to the asset will flow to the Company and the cost of the asset can be measured reliably. Intangible assets are recorded at the consideration paid for the acquisition of such assets and are carried at cost less accumulated amortization and impairment, if any. Intangibles such as software are amortised over a period of 3 years based on its estimated useful life.

An intangible asset is derecognised on disposal, or when no future economic benefits are expected from use or disposal. Gains and losses arising from derecognition of an intangible asset, measured as the difference between the net disposal proceeds and the carrying amount of the assets are recognised in the statement of profit and loss when the asset is derecognised.

1.17 Impairment of non-financial assets

The Company assesses at each balance sheet date whether there is any indication that an asset may be impaired based on internal/external factors. If any such indication exists, the Company estimates the recoverable amount of the asset. If such recoverable amount of the asset or the recoverable amount of cash generating unit which the asset belongs to is less than its carrying amount, the carrying amount is reduced to its recoverable amount. The reduction is treated as an impairment loss and is recognized in the statement of profit and loss. If at the balance sheet date there is an indication that a previously assessed impairment loss no longer exists, the recoverable amount is reassessed and the asset is reflected at the recoverable amount subject to a maximum of the depreciable historical cost.

1.18 Cash and cash equivalents

Cash and cash equivalent in the balance sheet comprise cash at banks and on hand and short-term deposits with an original maturity of three months or less.

1.19 Provisions and other contingent liabilities

Provisions are recognized when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that the Company will be required to settle the obligation, and a reliable estimate can be made of the amount of the obligation. The amount recognised as a provision is the best estimate of the consideration required to settle the present obligation at the end of the reporting period, taking into account the risks and uncertainties surrounding the obligation. Where the probability of outflow is considered to be remote, or probable, but a reliable estimate cannot be made, a contingent liability is disclosed. Given the subjectivity and uncertainty of determining the probability and amount of losses, the Company takes into account a number of factors including legal advice, the stage of the matter and historical evidence from similar incidents.

1.20 Income tax

Income tax expense represents the sum of the current tax and deferred tax.

1.20.1 Current tax

The tax currently payable is based on taxable profit for the year. Taxable profit differs from 'profit before tax' as reported in the financial statement of profit and loss because of items of income or expense that are taxable or deductible in other years and items that are never taxable or deductible. The Company's current tax is calculated using tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period.

Current tax assets and liabilities are offset when there is a legally enforceable right to set off current tax assets against current tax liabilities and when they relate to income taxes levied by the same taxation authority and the Company intends to settle its current tax assets and liabilities on a net basis.

1.20.2 Deferred tax

Deferred tax is recognised on temporary differences between the carrying amounts of assets and liabilities in the standalone financial statements and the corresponding tax bases used in the computation of taxable profit. Deferred tax liabilities are generally recognised for all taxable temporary differences. Deferred tax assets are generally recognised for all deductible temporary differences to the extent that it is probable that taxable profits will be available against which those deductible temporary differences can be utilised.

Deferred tax assets are also recognised with respect to carry forward of unused tax losses and unused tax credits to the extent that it is probable that future taxable profit will be available against which the unused tax losses and unused tax credits can be utilised.

It is probable that taxable profit will be available against which a deductible temporary difference, unused tax loss or unused tax credit can be utilised when there are sufficient taxable temporary differences which are expected to reverse in the period of reversal of deductible temporary difference or in periods in which a tax loss can be carried forward or back. When this is not the case, deferred tax asset is recognised to the extent it is probable that:

- the entity will have sufficient taxable profit in the same period as reversal of deductible temporary difference or periods in which a tax loss can be carried forward or back; or
- tax planning opportunities are available that will create taxable profit in appropriate periods.

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

When the deferred tax asset relating to the deductible temporary difference arises from the initial recognition of an asset or liability in a transaction that is not a business combination and, at the time of the transaction, affects neither the accounting profit nor taxable profit or loss.

Deferred tax liabilities and assets are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realised, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period.

The measurement of deferred tax liabilities and assets reflects the tax consequences that would follow from the manner in which the Company expects, at the end of the reporting period, to recover or settle the carrying amount of its assets and liabilities.

1.20.3 Current and deferred tax for the year

Current and deferred tax are recognised in profit or 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.

1.21 Critical accounting judgements and key sources of estimation uncertainty

In the application of the Company's accounting policies, which are described above, the management is required to make judgements, estimates and assumptions about the carrying amounts of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

1.22 Critical judgements in applying accounting policies

The following are the critical judgements, apart from those involving estimations, that the management has made in the process of applying the Company's accounting policies and that have the most significant effect on the amounts recognised in the standalone financial statements.

1.22.1 Business model assessment

Classification and measurement of financial assets depends on the results of the solely payments for principal and interest (SPPI) and the business model test. The Company determines the business model at a level that reflects how Group of financial assets are managed together to achieve a particular business objective. This assessment includes judgement reflecting all relevant evidence including how the performance of the assets is evaluated and their performance is measured, the risks that affect the performance of the assets and how these are managed and how the managers of the assets are compensated. The Company monitors financial assets measured at amortised cost that are derecognised prior to their maturity to understand the quantum, the reason for their disposal and whether the reasons are consistent with the objective of the business for which the asset was held. Company’s continuously monitors of whether the business model for which the remaining financial assets are held continues to be appropriate and if it is not appropriate whether there has been a change in business model and so a prospective change to the classification of those assets is required.

1.23 Key sources of estimation uncertainty

The Company based its assumptions and estimates on parameters available when these financial statements were prepared. Existing circumstances and assumptions about future developments, however, may change due to market changes or circumstances arising that are beyond the control of the Company. Such changes are reflected in the assumptions when they occur.

Following are the key assumptions concerning the future, and other key sources of estimation uncertainty at the end of the reporting period that may have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year.

1.23.1 Fair value of financial instruments

The fair value of financial instruments is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction in the principal (or most advantageous) market at the measurement date under current market conditions (i.e., an exit price) regardless of whether that price is directly observable or estimated using another valuation technique. When the fair values of financial assets and financial liabilities recorded in the balance sheet cannot be derived from active markets, they are determined using a variety of valuation techniques that include the use of valuation models. The inputs to these models are taken from observable markets where possible, but where this is not feasible, estimation is required in establishing fair values. Judgements and estimates include considerations of liquidity and model inputs related to items such as credit risk (both own and counterparty), funding value adjustments, correlation, and volatility.

1.23.2 Impairment of financial assets

The measurement of impairment losses across all categories of financial assets requires judgement, in particular, the estimation of the amount and timing of future cash flows and collateral values when determining impairment losses and the assessment of a significant increase in credit risk. These estimates are driven by a number of factors, changes in which can result in different levels of allowances.

The Company's ECL calculations are outputs of models with a number of underlying assumptions regarding the choice of variable inputs and their interdependencies.

It is Company's policy to regularly review its models in the context of actual loss experience and adjust when necessary.

2. Cash and cash equivalents

Particulars	As at 31 March 2024	As at 31 March 2023
Cash on hand	**0.01**	0.01
Balances with banks:		
-in Current accounts	**461.02**	1,350.08
Total	**461.03**	1,350.09

3. Bank Balance other than cash and cash equivalents

Particulars	As at 31 March 2024	As at 31 March 2023
Fixed deposits with banks to the extent held as security against borrowings (Refer Note 1)	-	31.61
- 'Earmarked balance with bank (unpaid dividends)	**9.48**	7.56
Total	**9.48**	39.17

Note 1:
Fixed deposit aggregating to ₹ **Nil million** (previous year ₹ 30.87 million) have been pledged with Trustee against coupon payment of Debt Securities.

4 Trade Receivables

Particulars	As at 31 March 2024	As at 31 March 2023
Receivables considered good -unsecured		
Receivables from related parties	**154.59**	135.89
Receivables from other than related parties	**10.01**	169.75
Receivables - credit impaired	**9.02**	27.31
Gross Receivables	**173.62**	332.95
Less: Allowance for expected credit losses- unsecured	**(9.02)**	(0.71)
Less: Allowance for expected credit losses	**(10.10)**	(26.60)
Allowance for expected credit losses	**(19.12)**	(27.31)
Total	**154.50**	305.64

4.1 Trade Receivable Ageing Schedule

As at 31 March 2024	Outstanding for following periods from due date of payment					
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	**157.23**	**6.84**	**0.53**	-	-	**164.60**
(ii) Undisputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-
(iii) Undisputed Trade Receivables – credit impaired	-	-	-	**5.00**	**4.02**	**9.02**
(iv) Disputed Trade Receivables–considered	-	-	-	-	-	-
(v) Disputed Trade Receivables – which have	-	-	-	-	-	-
(vi) Disputed Trade Receivables – credit	-	-	-	-	-	-
Gross receivables (A)	**157.23**	**6.84**	**0.53**	**5.00**	**4.02**	**173.62**
i) Undisputed Trade receivables – considered good	**(6.46)**	**(3.11)**	**(0.53)**	-	-	**(10.10)**
(ii) Undisputed Trade Receivables – which	-	-	-	-	-	-
(iii) Undisputed Trade Receivables – credit impaired	-	-	-	**(5.00)**	**(4.02)**	**(9.02)**
(iv) Disputed Trade Receivables–considered good	-	-	-	-	-	-
(v) Disputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-
(vi) Disputed Trade Receivables – credit impaired	-	-	-	-	-	-
Total ECL Provision on receivables (B)	**(6.46)**	**(3.11)**	**(0.53)**	**(5.00)**	**(4.02)**	**(19.12)**
Total receivables net of provision = (A)-(B)	**150.77**	**3.73**	-	-	-	**154.50**

As at 31 March 2023	Outstanding for following periods from due date of payment					
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	305.64	-	-	-	-	305.64
(ii) Undisputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-
(iii) Undisputed Trade Receivables – credit impaired	3.36	-	13.85	4.09	6.01	27.31
(iv) Disputed Trade Receivables–considered good	-	-	-	-	-	-
(v) Disputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-
(vi) Disputed Trade Receivables – credit impaired	-	-	-	-	-	-
Gross receivables (A)	309.00	-	13.85	4.09	6.01	332.95
i) Undisputed Trade receivables – considered good	(0.71)	-	-	-	-	(0.71)
(ii) Undisputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-
(iii) Undisputed Trade Receivables – credit impaired	(2.65)	-	(13.85)	(4.09)	(6.01)	(26.60)
(iv) Disputed Trade Receivables–considered good	-	-	-	-	-	-
(v) Disputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-
(vi) Disputed Trade Receivables – credit impaired	-	-	-	-	-	-
Total ECL Provision on receivables (B)	(3.36)	-	(13.85)	(4.09)	(6.01)	(27.31)
Total receivables net of provision = (A)-(B)	305.64	-	-	-	-	305.64

4.2 Reconciliation of impairment allowance on trade receivables:

Particulars	Amount
Impairment allowance measured as per simplified approach	
Impairment allowance as on 01 April 2022	(55.86)
(Add)/ less: asset originated or acquired / reversals (net)	28.55
Impairment allowance as on 31 March 2023	**(27.31)**
(Add)/ less: asset originated or acquired / reversals (net)	**8.19**
Impairment allowance as on 31 March 2024	**(19.12)**

Notes:

1) No trade or other receivables are due from directors or other officers of the company either severally or jointly with any other person.
2) No trade or other receivables are due from firms or private companies in which directors is partner, a director or a member.
3) There are no unbilled or not due trade receivables as at 31 March 2024 and 31 March 2023.

5. Loans

Particulars	As at 31 March 2024	As at 31 March 2023
Term Loans (at amortised cost)		
Loans to related parties (refer note 35)	**36,386.96**	29,027.73
Total Gross (A)	**36,386.96**	29,027.73
Less: Impairment loss allowance	**(4.57)**	(4.33)
Total (Net) (A)	**36,382.39**	29,023.40
Unsecured	**36,386.96**	29,027.73
Total Gross (B)	**36,386.96**	29,027.73
Less: Impairment loss allowance	**(4.57)**	(4.33)
Total (Net) (B)	**36,382.39**	29,023.40
Loans in India		
Public sector	**-**	-
Others	**36,386.96**	29,027.73
Total Gross (C)	**36,386.96**	29,027.73
Less: Impairment loss allowance	**(4.57)**	(4.33)
Total (Net) (C) (I)	**36,382.39**	29,023.40
Loans outside India	**-**	-
Less: Impairment loss allowance	**-**	-
Total (Net) (C) (II)	**-**	-
Total (C) (I) and (C) (II)	**36,382.39**	29,023.40

These loans are considered to have low credit risk based on credit evaluation undertaken by the Company. There is no history of any defaults on these loans. Since the counter-parties are subsidiaries of the Company, the Company regularly monitors to ensure that these entities have enough liquidity which safeguards the interest of investors and lenders. Accordingly, there is very minimal Expected credit loss allowance on the aforesaid loans.

Loans including installment and interest outstanding due from the directors amounts to **₹ Nil million** (Previous year ₹ Nil million).

Loans given to subsidiaries are pledged against debt securities is amounting to **₹ 22,368.63 million** (Previous year ₹ 15,739.10 million).

5. Loans (Continued)

5.1 Credit Quality

The table below shows the credit quality and the maximum exposure to credit risk based on the Company's internal grading and year-end stage classification. The amounts presented are gross of impairment allowances.

Loans at amortised cost

Particulars	31 March 2024				31 March 2023			
	Stage I	**Stage II**	**Stage III**	**Total**	Stage I	Stage II	Stage III	Total
Performing								
High grade	**36,386.96**	**-**	**-**	**36,386.96**	29,027.73	-	-	29,027.73
Standard grade	**-**	**-**	**-**	-	-	-	-	-
Non-performing								
Impaired	**-**	**-**	**-**	-	-	-	-	-
Total	**36,386.96**	-	-	**36,386.96**	29,027.73	-	-	29,027.73

5.2 Gross carrying amount and corresponding ECL reconciliation - Loans

Particulars	**Non-credit impaired**		**Credit impaired**				**Total**	
	Stage I		**Stage II**		**Stage III**			
	Gross carrying amount	**Allowance for ECL**	**Gross carrying amount**	**Allowance for ECL**	**Gross carrying amount**	**Allowance for ECL**	**Gross carrying amount**	**Allowance for ECL**
Balance at 31 March 2022	21,707.64	3.83	-	-	-	-	21,707.64	3.83
Net new and further lending/(repayments)	7,320.09	0.50	-	-	-	-	7,320.09	0.50
Balance at 31 March 2023	**29,027.73**	**4.33**	**-**	**-**	**-**	**-**	**29,027.73**	**4.33**
Net new and further lending/(repayments)	**7,359.23**	**0.24**	-	-	-	-	**7,359.23**	**0.24**
Balance at 31 March 2024	**36,386.96**	**4.57**	-	-	-	-	**36,386.96**	**4.57**

6. Investments

As at 31 March 2024	At Fair Value through profit and Loss	At cost (subsidiaries)	Total
Equity Instruments	**3.62**	**37,957.99**	**37,961.61**
Debt securities	**-**	**8,000.01**	**8,000.01**
Preference Shares	**-**	**1,650.00**	**1,650.00**
Mutual Fund	**74.85**	**-**	**74.85**
Total	**78.47**	**47,608.00**	**47,686.47**
Investments in India	**78.47**	**47,601.85**	**47,680.32**
Investments outside India	**-**	**6.15**	**6.15**
Total	**78.47**	**47,608.00**	**47,686.47**
Less - Impairment Loss allowance	**-**	**1,606.10**	**1,606.10**
Total	**78.47**	**46,001.90**	**46,080.37**
Aggregate amount of quoted investments			**78.47**
Aggregate market value of quoted investments			**78.47**
Aggregate amount of unquoted investments			**46,001.90**

As at 31 March 2023	At Fair Value through profit and Loss	At cost (subsidiaries)	Total
Equity Instruments	23,643.75	48,413.05	72,056.80
Debt securities	-	-	-
Preference Shares	-	1,650.00	1,650.00
Mutual Fund	-	-	-
Total	23,643.75	50,063.05	73,706.80
Investments in India	23,643.75	50,056.90	73,700.65
Investments outside India	-	6.15	6.15
Total	23,643.75	50,063.05	73,706.80
Less - Impairment Loss allowance	-	1,606.10	1,606.10
Total	23,643.75	48,456.95	72,100.70
Aggregate amount of quoted investments			3.07
Aggregate market value of quoted investments			3.07
Aggregate amount of unquoted investments			72,097.63

Notes:

1) Investments in equity shares of subsidiaries are pledged against Debt securities issued by the company is amounting to ₹ **Nil** million (previous year ₹ Nil million).

2) Investment in equity shares of subsidiary is pledged against Debt securities issued by another subsidiary amounting to ₹ **1,712.41** million (previous year ₹ 1,712.41 million).

3) Impairment on investment has been assessed based on business projection approved by Board of directors of respective subsidiaries. Impairment is recognised, based on management assessment, if the recoverable value is less than carrying amount.

4) During the previous year ended Edelweiss Financial Services Limited (the "Company" or "EFSL") held 30% in the equity shares of Nuvama Wealth Management Limited ("NWML"). Till 30 March 2023, EFSL had significant influence over NWML as per Ind AS 27 – Separate Financial Statements Investments and accounted for such investment in NWML at cost. With effect from 30 March 2023, EFSL did not had significant influence on NWML in accordance with Ind AS 28, Investments in Associates and Joint Ventures, pursuant to the amendment agreement dated 09 March 2023 to the amended and restated shareholders' agreement dated 18 March 2021 between EFSL, Edelweiss Global Wealth Management Limited ("EGWML"), PAGAC Ecstasy Pte Ltd ("PAGAC") and NWML, the amendment to the articles of association of NWML and the appointment of independent trustee on 30 March 2023 to act on behalf of EFSL shareholders. Accordingly, such investment in NWML had been re-measured at fair value as per requirements Ind AS 28 and had recorded a fair value gain of ₹ 23,434.87 million during the year ended 31 March 2023.

5) During the previous year ended 31 March 2023, the Company had recorded impairment provision of ₹ 1,599.95 millions on its investment in a subsidiary company on account of Group restructuring/demerger.

7. Other financial assets

Particulars	As at 31 March 2024	As at 31 March 2023
Margin placed with broker	-	0.46
Deposits- others	**2.78**	19.94
Corporate guarantee fees receivable	**89.46**	121.24
Advances recoverable in cash for value to be received	**12.35**	58.25
Total	**104.59**	199.89

8. Deferred tax assets (net)

Particulars	As at 31 March 2024	As at 31 March 2023
Deferred tax assets		
Trade Receivables		
Provision for expected credit losses	**5.96**	7.96
Property, Plant and Equipment and Intangible assets		
Difference between book and tax depreciation	**6.49**	7.80
Unused tax losses		
Unused tax losses / credits	**3,876.00**	783.04
Employee benefit obligations		
Disallowances under section 43B of the Income Tax Act, 1961	**0.99**	2.15
Others		
Provision on risk and reward undertaking	**178.05**	1,312.68
Total Deferred Tax Asset(A)	**4,067.49**	2,113.63
Deferred tax liabilities		
Fair value gain on investment	**(0.91)**	(27.84)
Effect interest rate on Borrowing	**(263.30)**	(190.74)
Total Deferred Tax Liability (B)	**(264.21)**	(218.58)
Deferred tax assets (net) (A-B)	**3,803.28**	1,895.05

9. Property, plant and equipment and intangibles

Particulars		Gross Block				Depreciation and amortisation				Net Block
		As at 01 April 2023	Additions/ adjustments during the year	Deductions/ adjustments during the year	As at 31 March 2024	As at 01 April 2023	Charge for the year	Deductions/ adjustments during the year	As at 31 March 2024	As at 31 March 2024
a)	**Property, Plant and Equipments**									
	Freehold Building	**1.75**	**-**	**-**	**1.75**	**0.47**	**0.06**	**-**	**0.53**	**1.22**
	Furniture and Fixtures	**0.23**	**-**	**-**	**0.23**	**0.11**	**0.02**	**-**	**0.13**	**0.10**
	Vehicles	**6.20**	**-**	**-**	**6.20**	**0.85**	**1.70**	**-**	**2.55**	**3.65**
	Office equipment	**1.89**	**-**	**0.19**	**1.70**	**1.10**	**0.21**	**0.02**	**1.29**	**0.41**
	Computers	**10.22**	**0.99**	**4.00**	**7.21**	**7.42**	**1.30**	**3.09**	**5.63**	**1.58**
Total (A)		**20.29**	**0.99**	**4.19**	**17.09**	**9.95**	**3.29**	**3.11**	**10.13**	**6.96**
b)	**Intangibles**									
	Software	**77.34**	**-**	**-**	**77.34**	**77.34**	**-**	**-**	**77.34**	**-**
Total (B)		**77.34**	**-**	**-**	**77.34**	**77.34**	**-**	**-**	**77.34**	**-**
Total (A+B)		**97.63**	**0.99**	**4.19**	**94.43**	**87.29**	**3.29**	**3.11**	**87.47**	**6.96**

Particulars		Gross Block				Depreciation and amortisation				Net Block
		As at 01 April 2022	Additions/ adjustments during the year	Deductions/ adjustments during the year	As at 31 March 2023	As at 01 April 2022	Charge for the year	Deductions/ adjustments during the year	As at 31 March 2023	As at 31 March 2023
a)	Property, Plant and Equipments									
	Freehold Building	1.75	-	-	1.75	0.40	0.07	-	0.47	1.28
	Furniture and Fixtures	0.23	-	-	0.23	0.08	0.03	-	0.11	0.12
	Vehicles	0.95	6.00	0.75	6.20	0.30	0.98	0.43	0.85	5.35
	Office equipment	1.92	0.50	0.53	1.89	1.38	0.20	0.48	1.10	0.79
	Computers	12.75	1.81	4.34	10.22	9.72	1.94	4.24	7.42	2.80
Total (A)		17.60	8.31	5.62	20.29	11.88	3.22	5.15	9.95	10.34
b)	Intangibles									
	Software	78.57	-	1.23	77.34	77.75	0.35	0.76	77.34	-
Total (B)		78.57	-	1.23	77.34	77.75	0.35	0.76	77.34	-
Total (A+B)		96.17	8.31	6.85	97.63	89.63	3.57	5.91	87.29	10.34

The Company has not revalued its property, plant and equipment during the year ended 31 March 2024

10. Other non-financial assets

Particulars	As at 31 March 2024	As at 31 March 2023
Input tax credit	**783.60**	1,020.84
Prepaid expenses	**26.06**	62.24
Other advances	**108.31**	17.95
Contribution to gratuity fund (net) (Refer note 31)	**42.53**	17.33
Total	**960.50**	1,118.36

11. Trade payables

Particulars	As at 31 March 2024	As at 31 March 2023
Total outstanding dues of micro enterprises and small enterprises (MSME)	**-**	1.30
Total outstanding dues of creditors other than micro enterprises and small enterprises		
Trade payables to related parties	**2,975.20**	2,056.66
Trade payables to non-related parties	**137.39**	176.03
Total	**3,112.59**	2,233.99

11.1 Trade payables ageing schedule

As at 31 March 2024	**Outstanding for following periods from due date of payment**				
Particulars	**Less than 1 year**	**1-2 years**	**2-3 years**	**More than 3 years**	**Total**
(i) MSME	-	-	-	-	-
(ii) Others	**3,112.59**	-	-	-	**3,112.59**
(iii)Disputed dues- of micro enterprises and small enterprises	-	-	-	-	-
(iv)Disputed dues-Others	-	-	-	-	-
Total	**3,112.59**	-	-	-	**3,112.59**

As at 31 March 2023	Outstanding for following periods from due date of payment				
Particulars	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) MSME	1.30	-	-	-	1.30
(ii) Others	2,232.69	-	-	-	2,232.69
(iii)Disputed dues- of micro enterprises and small enterprises	-	-	-	-	-
(iv)Disputed dues-Others	-	-	-	-	-
Total	2,233.99	-	-	-	2,233.99

Particulars	**As at 31 March 2024**	As at 31 March 2023
i) **Principal amount due** to suppliers registered under the MSMED Act and remaining unpaid as at year end	-	1.30
ii) **Interest due** to suppliers registered under the MSMED Act and remaining unpaid as at year end	-	-
iii) **Principal amounts paid** to suppliers registered under the MSMED Act, beyond the appointed day during the year	-	-
iv) **Interest paid** other than under section 16 of MSMED Act, to suppliers registered under the MSMED Act, beyond the appointed day during the year	-	-
v) **Interest paid** under section 16 of MSMED Act, to suppliers registered under the MSMED Act, beyond the appointed day during the year	**0.02**	0.15
vi) **Interest due and payable** towards suppliers registered under MSMED Act, for payments already made	-	-
vii) Further **interest remaining due and payable** for earlier years	-	-

11.2 Trade Payables includes **₹ Nil million** (Previous Year ₹ 1.30 million) payable to "Suppliers" registered under the Micro, Small and Medium Enterprises Development Act, 2006. Interest paid by the Company during the year to "Suppliers" registered under this Act is **₹ 0.02 million** (Previous year: ₹ 0.15 million). The aforementioned is based on the responses received by the Company to its inquiries with suppliers with regard to applicability under the said Act.
There are no ''unbilled'' trade payable, hence the same is not disclosed in the ageing schedule.

12. Debt securities

Particulars	As at 31 March 2024	As at 31 March 2023
Secured Debt (At amortised cost)		
Non-Convertible Debentures (refer Note 1 below)	**28,079.84**	25,886.54
(I) Debt securities in India	**28,079.84**	25,886.54
(ii) Debt securities outside India	**-**	-
Total	**28,079.84**	25,886.54

Note 1:

For secured debt, the Company has provided collateral in the nature of exclusive and Pari Passu charge of Loans, receivables and investments. The Company has also provided collaterals in the form of securities investments held by its subsidiaries.

12.1 Debt Securities - as at 31 March 2024

Maturities	<1 years	1-3 years	> 3 years	Total
Rate of Interest				
8.00 - 10.99%	**4,738.59**	**11,647.49**	**11,077.58**	**27,463.66**
Various (benchmark linked)	**-**	**560.00**	**-**	**560.00**
Accrued Interest and EIR	**-**	**-**	**-**	**56.18**
Total	**4,738.59**	**12,207.49**	**11,077.58**	**28,079.84**

Debt Securities - as at 31 March 2023

Maturities	<1 years	1-3 years	> 3 years	Total
Rate of Interest				
8.00 - 10.99%	1,595.32	8,215.23	10,234.61	20,045.16
19.00 - 19.99%	210.00	2,370.00	-	2,580.00
Various (benchmark linked)	1,472.20	560.00	-	2,032.20
Accrued Interest and EIR	-	-	-	1,229.18
Total	3,277.52	11,145.23	10,234.61	25,886.54

The issue proceeds of Non-Convertible Debentures (NCDs) issued by the Company are being utilized as per the objects stated in the offer document. Further, there have been no deviations in the use of proceeds of issue of NCDs from the objects stated in the offer document.

All secured & redeemable debt securities issued by the Company and outstanding as on reporting date are fully secured by first charge / pari passu charge, as the case may be, on present & future receivables, book debts, loans and other financial & non- financial assets. Accordingly, the Company is maintaining asset cover of 1x or such higher asset cover required as per the terms of Offer document/ Debenture Trust Deed/ Information Memorandum.

13 Borrowings (other than debt securities)

Particulars	As at 31 March 2024	As at 31 March 2023
Unsecured (at amortised cost)		
Loans from related parties (refer note 35)	**1,597.39**	-
	1,597.39	**-**
Borrowings in India	**1,597.39**	-
Borrowings outside India	**-**	-
Total	**1,597.39**	-

13.1 Loans from related parties - as at 31 March 2024

Maturities	<1 years	1-3 years	> 3 years	Total
Rate of Interest				
13.00 - 13.99%	**1,595.42**	-	-	**1,595.42**
Accrued Interest and EIR	-	-	-	**1.97**
Total	**1,595.42**	-	-	**1,597.39**

Loans from related parties - as at 31 March 2023

Maturities	<1 years	1-3 years	> 3 years	Total
Rate of Interest				
13.00 - 13.99%	-	-	-	-
Accrued Interest and EIR	-	-	-	-
Total	-	-	-	-

14. Other financial liabilities (at amortised cost unless otherwise specified)

Particulars	As at 31 March 2024	As at 31 March 2023
Accrued salaries and benefits	**267.50**	416.93
Unpaid dividends	**9.48**	7.56
Dividend payable	**-**	235.82
Risk and Reward undertaking (Refer note 57)	**707.37**	5,215.24
Financial guarantee obligation	**89.46**	121.24
Other advances	**-**	467.51
Other payables	**214.93**	16.15
Total	**1,288.74**	6,480.45

15. Provisions

Particulars	As at 31 March 2024	As at 31 March 2023
Provision for employee benefits and related costs		
Compensated absences	**3.95**	8.53
Provision for Capex	**0.05**	0.78
Total	**4.00**	9.31

16. Other non-financial liabilities

Particulars	As at 31 March 2024	As at 31 March 2023
Statutory dues*	**48.51**	9.06
Others	**0.42**	6.02
Total	**48.93**	15.08

* includes witholding taxes, provident fund, profession tax and other statutory dues payables.

17. Equity share capital

Particulars	As at 31 March 2024		As at 31 March 2023	
	No of shares	Amount	No of shares	Amount
Authorised :				
Equity Shares of ₹ 1 each	**1,230,000,000**	**1,230.00**	1,230,000,000	1,230.00
Preference shares of ₹ 5 each	**4,000,000**	**20.00**	4,000,000	20.00
	1,234,000,000	**1,250.00**	1,234,000,000	1,250.00
Issued, Subscribed and Paid up:				
Equity Shares of ₹ 1 each	**943,785,026**	**943.79**	943,275,276	943.28
Less: Shares held by Edelweiss Employees Incentives and Welfare Trust (Refer note 1)	**(7,301,510)**	**(7.30)**	(7,301,510)	(7.30)
Less: Shares held by Edelweiss Employees Welfare Trust (Refer note 1)	**(37,595,270)**	**(37.60)**	(37,595,270)	(37.60)
	898,888,246	**898.89**	898,378,496	898.38

A. Reconciliation of number of shares

(Before deducting treasury shares)

Particulars	As at 31 March 2024		As at 31 March 2023	
	No of shares	Amount	No of shares	Amount
Outstanding at the beginning of the year	**943,275,276**	**943.28**	943,097,965	943.10
Shares issued during the year:				
-Under Employee Stock Options Plans (ESOPs)	**509,750**	**0.51**	177,311	0.18
Outstanding at the end of the year	**943,785,026**	**943.79**	943,275,276	943.28

Note :

1. Edelweiss Employees' Welfare Trust and Edelweiss Employees' Incentive and Welfare Trust are extension of Company's financial statements. These trusts are holding 44,896,780 number of equity shares amounting to **₹ 44.90 million** (Previous year ₹ 44.90 million). These are deducted from total outstanding equity shares.
2. The above two Employee Welfare Trust(s) hold an aggregate 44,896,780 equity shares of the Company for incentive and welfare benefits for group employees as per extant applicable SEBI regulations. Pursuant to the exercise of right available under Regulation 29 of SEBI (Share Based Employee Benefits) Regulations, 2014, the Company has applied before the expiry date of 27 October 2019 for extension of the time limit for disposing of aforesaid equity shares. The said application is under consideration and approval for extension from SEBI is awaited as at date.

B. Terms/rights attached to equity shares :

The Company has only one class of equity shares having a par value of ₹ 1 per share. Each holder of equity shares is entitled to one vote per share.

In the event of liquidation of the Company, the equity shareholders will be entitled to receive the remaining assets of the Company, after distribution of all preferential amounts, if any, in proportion to the number of equity shares held by the shareholders.

C. Details of shares held by promoters in the Company

As at 31 March 2024

Promoter name	No. of shares at the beginning of the year	Change during the year	No. of shares at the end of the year	% of total shares	% Change during the year
Rashesh Chandrakant Shah	**145,601,730**	**-**	**145,601,730**	**15.43%**	**(0.01)%**
Venkatchalam Ramaswamy	**58,126,560**	**1,450,000**	**59,576,560**	**6.31%**	**0.15%**
Vidya Rashesh Shah	**31,031,200**	**35,000**	**31,066,200**	**3.29%**	**0.00%**
Aparna T Chandrashekar	**12,210,000**	**-**	**12,210,000**	**1.29%**	**0.00%**
Kaavya Venkat Arakoni	**11,790,000**	**-**	**11,790,000**	**1.25%**	**0.00%**
Neel Rashesh Shah	**2,000,000**	**-**	**2,000,000**	**0.21%**	**0.00%**
Sneha Sripad Desai	**1,025,000**	**-**	**1,025,000**	**0.11%**	**0.00%**
Shilpa Urvish Mody	**950,000**	**-**	**950,000**	**0.10%**	**0.00%**
Arakoni Venkatachalam Ramaswamy	**50,000**	**-**	**50,000**	**0.01%**	**0.00%**
Mabella Trustee Services Private Limited (on behalf of M/s. Shah Family Discretionary Trust)	**38,750,000**	**-**	**38,750,000**	**4.11%**	**0.00%**
Spire Investment Advisors LLP	**3,200,000**	**-**	**3,200,000**	**0.34%**	**0.00%**
Sejal Premal Parekh	**950,000**	**-**	**950,000**	**0.10%**	**0.00%**
Avanti Rashesh Shah	**2,000,000**	**-**	**2,000,000**	**0.21%**	**0.00%**
Total	**307,684,490**	**1,485,000**	**309,169,490**	**32.76%**	**0.14%**

As at 31 March 2023

Promoter name	No. of shares at the beginning of the year	Change during the year	No. of shares at the end of the year	% of total shares	% Change during the year
Rashesh Chandrakant Shah	145,601,730	-	145,601,730	15.44%	0.00%
Venkatchalam Ramaswamy	58,126,560	-	58,126,560	6.16%	0.00%
Vidya Rashesh Shah	31,031,200	-	31,031,200	3.29%	0.00%
Aparna T Chandrashekar	12,210,000	-	12,210,000	1.29%	0.00%
Kaavya Venkat Arakoni	11,790,000	-	11,790,000	1.25%	0.00%
Neel Rashesh Shah	2,000,000	-	2,000,000	0.21%	0.00%
Sneha Sripad Desai	1,025,000	-	1,025,000	0.11%	0.00%
Shilpa Urvish Mody	950,000	-	950,000	0.10%	0.00%
Arakoni Venkatachalam Ramaswamy	50,000	-	50,000	0.01%	0.00%
Mabella Trustee Services Private Limited (on behalf of M/s. Shah Family Discretionary Trust)	38,750,000	-	38,750,000	4.11%	0.00%
Spire Investment Advisors Llp	3,200,000	-	3,200,000	0.34%	0.00%
Sejal Premal Parekh	950,000	-	950,000	0.10%	0.00%
Avanti Rashesh Shah	2,000,000	-	2,000,000	0.21%	0.00%
Total	307,684,490	-	307,684,490	32.62%	0.00%

D. Details of shares held by shareholders holding more than 5% of the aggregate shares in the Company

	As at 31 March 2024		As at 31 March 2023	
	No of shares	% holding	No of shares	% holding
Rashesh Shah	**145,601,730**	**15.43%**	145,601,730	15.44%
Venkatchalam Ramaswamy	**59,576,560**	**6.31%**	58,126,560	6.16%
	205,178,290	**21.74%**	203,728,290	21.60%

18. Other equity

Particulars	As at 31 March 2024	As at 31 March 2023
Share application money pending allotment	**2.25**	-
Capital redemption reserve	**2.03**	2.03
Securities premium reserve	**30,736.43**	30,695.15
ESOP and SAR reserve	**372.06**	698.72
General reserve	**508.64**	508.64
Retained earnings	**22,108.13**	39,749.71
Total	**53,729.54**	71,654.25

For movement of the above components refer statement of changes in equity.

Nature and Purpose

18.1 Capital redemption reserve
The Company has recognised capital redemption reserve on buy back of equity share capital.

18.2 Securities premium reserve
Securities premium reserve is used to record the premium on issue of shares. The reserve can be utilised only for limited purposes such as issuance of bonus shares / allotment of ESOP / SAR in accordance with the provisions of the Companies Act, 2013.

18.3 ESOP and SAR reserve
ESOP and SAR options outstanding represents the amount transferred to reserves pursuant to the "ESOP 2011" and "SAR 2019" schemes.

18.4 General reserve
Under the erstwhile Companies Act 1956, general reserve was created through an annual transfer of net income at a specified percentage in accordance with applicable regulations. The purpose of these transfers was to ensure that if a dividend distribution in a given year is more than 10% of the paid-up capital of the Company for that year, then the total dividend distribution is less than the total distributable results for that year. Consequent to introduction of Companies Act 2013, the requirement to mandatorily transfer a specified percentage of the net profit to general reserve has been withdrawn. However, the amount previously transferred to the general reserve can be utilised only in accordance with the specific requirements of Companies Act, 2013.

18.5 Retained earnings
Retained earnings comprises of the Company's undistributed earnings after taxes.

18.6 Share application money pending allotment
Share application money pending allotment means the amount received on the application on which allotment is not yet made (pending allotment).

19. Interest income

Particulars	For the year ended 31 March 2024	For the year ended 31 March 2023
On financial assets measured at Amortised cost		
Interest on loans	**4,043.41**	3,454.60
Interest on deposits with Banks	**36.13**	44.58
Other interest income	**0.26**	-
Total	**4,079.80**	3,499.18

20. Fee and commission income

Particulars	For the year ended 31 March 2024	For the year ended 31 March 2023
Advisory and other fees	**399.11**	821.49
Total	**399.11**	821.49

Below is the disaggregation of the revenue from contracts with customers and its reconciliation to amounts reported in statement of profit and loss:

Particulars	For the year ended 31 March 2024	For the year ended 31 March 2023
Service transferred at a point in time	**399.11**	821.49
Service transferred over time	**-**	-
Total revenue from contract with customers	**399.11**	821.49

Geographical Markets	**2023-24**	2022-23
India	**356.51**	788.33
Outside India	**42.60**	33.16
Total revenue from contract with customers	**399.11**	821.49

Note

The Company satisfies its performance obligations on completion of service with regards to investment banking, advisory and other fees. The payments on these contracts is due on completion of service, the contracts do not contain a significant financing component and the consideration is not variable.

Further, at the end of the year, there are no unsatisfied performance obligations with respect to existing contracts.

21. Other income

Particulars	For the year ended 31 March 2024	For the year ended 31 March 2023
Net gain/ loss on foreign currency	**-**	0.13
Miscellaneous income	**5.18**	0.07
Interest on Income Tax Refund	**103.99**	-
Profit on sale of stake in subsidiaries and others (Refer note 64)	**11,558.92**	6,795.64
Total	**11,668.09**	6,795.84

22. Finance cost

Particulars	For the year ended 31 March 2024	For the year ended 31 March 2023
(at amortised cost unless otherwise stated)		
Interest on borrowings (other than debt securities)	**14.65**	-
Interest on debt securities	**3,233.15**	3,017.55
Other interest expense	**21.10**	9.82
Total	**3,268.90**	3,027.37

23. Net gain /(loss) on fair value changes

Particulars	For the year ended 31 March 2024	For the year ended 31 March 2023
Net gain /(loss) on financial instruments at fair value through profit or loss		
On Investments		
Fair Value gain / (loss) (Refer note below)	**1,849.32**	23,552.48
Profit / (loss) on trading of securities (net)	**17.09**	3.94
Others		
Profit on sale of investments (realised)	-	-
Fair value gain/ (loss) on risk and reward	**(7,736.59)**	(3,786.01)
Total Net gain/(loss) on fair value changes	**(5,870.18)**	19,770.41

Fair Value changes:		
Realised gain/(loss)	**(5,839.12)**	(1,729.22)
Unrealised gain/(loss)	**(31.06)**	21,499.63
Total	**(5,870.18)**	19,770.41

Note: Refer footnote 4 of note no 6.

24. Impairment on financial instruments

Particulars	For the year ended 31 March 2024	For the year ended 31 March 2023
On loans	**0.24**	0.50
On investments*	-	1,599.95
On trade receivables	**3.09**	(106.89)
Total	**3.33**	1,493.56

* Refer footnote 5 of note no 6

25. Employee benefits expense

Particulars	For the year ended 31 March 2024	For the year ended 31 March 2023
Salaries and wages	**370.02**	283.05
Contribution to provident and other funds	**1.45**	20.87
Expense on employee stock option scheme/stock appreciation rights (Refer Note 38)	**(27.40)**	14.23
Staff welfare expenses	**3.14**	16.02
Total	**347.21**	334.17

26. Other expenses

Particulars	For the year ended 31 March 2024	For the year ended 31 March 2023
Advertisement and business promotion	**13.44**	53.94
Auditors' remuneration (Refer note 26.(a))	**20.90**	30.15
Commission and brokerage	**14.71**	8.77
Communication	**0.86**	2.07
Computer software and other expenses	**62.28**	79.71
Commission to non-executive directors	**15.75**	12.50
Electricity charges	**1.46**	1.01
Contribution towards corporate social responsibility ('CSR') (Refer Note 26.(b))	**125.00**	100.00
Directors' sitting fees	**3.98**	3.00
Insurance	**8.50**	2.25
Legal and professional fees	**318.07**	334.44
Management fees	**784.67**	2,099.80
Foreign exchange loss	**0.02**	0.20
Membership and subscription	**4.13**	34.55
Goods and Service tax expenses	**33.26**	3.50
Office expenses	**1.60**	4.46
Clearing & Custodian charges	**11.47**	6.78
Printing and stationery	**14.29**	6.52
Rates and taxes	**7.99**	5.22
Rent (Refer Note 26.(c))	**50.44**	69.26
Repairs and maintenance - others	**0.38**	0.15
Travelling and conveyance	**3.63**	21.87
Postage and courier	**0.96**	0.75
Loss on sale/ write-off of PPE (net)	-	0.21
Miscellaneous expenses	**1.05**	0.58
Total	**1,498.84**	2,881.69

26. (a) Auditors' remuneration

Particulars	For the year ended 31 March 2024	For the year ended 31 March 2023
Statutory Audit	**5.50**	6.80
Limited review	**5.83**	3.60
Certification & others	**9.30**	19.44
Towards reimbursement of expenses	**0.27**	0.31
Total	**20.90**	30.15

26. (b) Details of CSR Expenditure

Particulars	For the year ended 31 March 2024	For the year ended 31 March 2023
As per the provisions of Section 135 of Companies Act 2013,		
(A) Amount required to be spent by the Company	**125.00**	100.00
(B) Amount of Expenditure Incurred		
(i) Construction/ Acquisition of any assets	-	-
(ii) on purpose other than (i) above	**125.00**	100.00
(C) Shortfall at end of the year		
(i) Construction/ Acquisition of any assets	-	-
(ii) on purpose other than (i) above	-	-
(D) Total of previous years shortfall	-	-
(E) Reason for shortfall	**N.A**	N.A
(F) Nature of CSR activities		
Education Working to enhance child learning through work with system and community and support to the development of contextual literature of children		
(G) Details of related party transactions		
Name of related party	**EdelGive Foundation**	
Relationship	**Subsidiary**	
Where a provision is made with respect to a liability incurred by entering into a contractual obligation	-	-

The Company has paid the above amount for CSR expenditure to Edelgive Foundation (subsidiary) section 8 company under Companies Act 2013.

26. (c) Leases

Rental expenses for the year ended 31 March 2024 aggregated to **₹ 50.44 million** (Previous year: ₹ 69.26 million) which has been included under the head other expenses – Rent in the Statement of profit and loss. The Company does not have any non-cancellable operating lease.

27. Income tax

The components of income tax expense recognised in profit or loss for the years ended 31 March 2024 and 31 March 2023 are:

Particulars	For the year ended 31 March 2024	For the year ended 31 March 2023
Current tax	**111.36**	-
Adjustment in respect of current income tax of prior years	**-**	-
Deferred tax relating to origination and reversal of temporary differences	**(1908.23)**	(735.91)
Total tax expense	**(1796.87)**	(735.91)
Total current tax	**111.36**	-
Total deferred tax	**(1908.23)**	(735.91)

27.1. Reconciliation of the total tax expense

The tax expense shown in the statement of profit and loss differs from the tax expense that would apply if all profits had been charged at India corporate tax rate. A reconciliation between the tax expense and the accounting profit multiplied by India's domestic tax rate for the years ended 31 March 2024 and 31 March 2023 is, as follows:

Particulars	For the year ended 31 March 2024	For the year ended 31 March 2023
Profit before tax	**5,155.25**	23,146.56
Tax rate	**25.17%**	25.17%
Income tax expense calculated based on above tax rate	**1,297.58**	5,825.99
Income not charged to tax or chargeable to lower tax rate	**(3,094.45)**	(6,905.24)
DTA not created on		
Expenditure of current year	**-**	318.07
Non Deductible Expenses	**-**	25.27
Tax expense recognised in profit or loss	**(1,796.87)**	(735.91)

28. Components of deferred tax

The following table shows deferred tax recorded in the Balance sheet and changes recorded in the income tax expense:

For the year ended 31 March 2024	**Opening deferred tax asset/(liability)**	**Recognised in profit or loss**	**Recognised in other comprehensive income**	**Recognised directly in equity**	**Others**	**Total Movement**	**Closing deferred tax asset/(liability)**
Trade receivables- expected credit losses	**7.96**	**(2.00)**	**-**	**-**	**-**	**(2.00)**	**5.96**
Unused tax losses / credits	**783.04**	**3,092.96**	**-**	**-**	**-**	**3,092.96**	**3,876.00**
Employee benefits obligations	**2.15**	**(1.16)**	**-**	**-**	**-**	**(1.16)**	**0.99**
Fair valuation of Investments	**(27.84)**	**26.93**	**-**	**-**	**-**	**26.93**	**(0.91)**
Property, Plant and Equipment and Intangible assets	**7.80**	**(1.31)**	**-**	**-**	**-**	**(1.31)**	**6.49**
Effect interest rate on Borrowing	**(190.74)**	**(72.56)**	**-**	**-**	**-**	**(72.56)**	**(263.30)**
Provision on risk and reward undertaking	**1,312.68**	**(1,134.63)**	**-**	**-**	**-**	**(1,134.63)**	**178.05**
Total	**1,895.05**	**1,908.23**	**-**	**-**	**-**	**1,908.23**	**3,803.28**

For the year ended 31 March 2023	Opening deferred tax asset/(liability)	Recognised in profit or loss	Recognised in other comprehensive income	Recognised directly in equity	Others	Total Movement	Closing deferred tax asset/(liability)
Trade receivables- expected credit losses	15.02	(7.06)	-	-	-	(7.06)	7.96
Unused tax losses / credits	336.54	446.50	-	-	-	446.50	783.04
Employee benefits obligations	1.81	0.34	-	-	-	0.34	2.15
Fair valuation of Investments - loss in valuation	0.68	(28.52)	-	-	-	(28.52)	(27.84)
Property, Plant and Equipment and Intangible assets	9.09	(1.29)	-	-	-	(1.29)	7.80
Effect interest rate on Borrowing	(120.02)	(70.72)	-	-	-	(70.72)	(190.74)
Provision on risk and reward undertaking	916.02	396.66	-	-	-	396.66	1,312.68
Total	1,159.14	735.91	-	-	-	735.91	1,895.05

28. Components of deferred tax (Continued)

28.1. Deductible temporary differences, unused tax losses and unused tax credits on which deferred tax asset is not recognised in balance sheet

As at 31 March 2024

Financial Year to which the loss related to	Deductible temporary differences		Unused tax losses							Unused tax credits	
	Amount	Expiry year- financial year	Unabsorbed depreciation		Unabsorbed long term capital losses		Unabsorbed short term capital losses		Total	Mat Credit	
			Amount	Expiry year- financial year	Amount	Expiry year- financial year	Amount	Expiry year- financial year	Amount	Amount	Expiry year- financial year
FY 2022-23	**1,599.95**	**Not Applicable**	**-**	-	-	-	**-**	**-**	**-**	**-**	**-**
FY 2021-22	**200.00**	**Not Applicable**	**-**	-	-	-	**-**	**-**	**-**	**-**	**-**
FY 2020-21	-	-	-	-	**2,488.88**	**FY 2028-29**	**526.02**	**FY 2028-29**	**3,014.90**	**-**	**-**

As at 31 March 2023

Financial Year to which the loss related to	Deductible temporary differences		Unused tax losses							Unused tax credits	
	Amount	Expiry year- financial year	Unabsorbed depreciation		Unabsorbed long term capital losses		Unabsorbed short term capital losses		Total	Mat Credit	
			Amount	Expiry year- financial year	Amount	Expiry year- financial year	Amount	Expiry year- financial year	Amount	Amount	Expiry year- financial year
FY 2022-23	1,599.95	Not Applicable	-	-	-	-	-	-	-	-	-
FY 2021-22	200.00	Not Applicable	-	-	-	-	-	-	-	-	-
FY 2020-21	-	-	-	-	2,488.88	FY 2028-29	526.02	FY 2028-29	3,014.90	-	-

29. Earnings per share (EPS)

In accordance with Indian Accounting Standard 33 – "Earnings Per Share" prescribed by Companies (Accounts) Rules, 2015, the computation of earnings per share is set out below:

Particulars	**31 March 2024**	31 March 2023
Profit for the year	**6,952.12**	23,882.47
Calculation of weighted average number of equity shares of ₹1 each		
Number of shares outstanding at the beginning of the year	**898,378,496**	898,201,185
Number of shares issued during the year	**509,750**	177,311
Total number of equity shares outstanding at the end of the year	**898,888,246**	898,378,496
Weighted average number of shares outstanding at the end of the year for basic EPS	**898,871,130**	898,207,466
Number of dilutive potential equity shares	**2,088,781**	115,119
Weighted average number of shares outstanding at the end of the year for diluted EPS	**900,959,911**	898,322,585
Earnings per share (EPS) (Face value ₹ 1 each)		
Basic earnings share (in ₹)	**7.73**	26.59
Diluted earning per share (in ₹)	**7.72**	26.59

30. Segment information

Primary Segment (Business Segment)

The Company's business is organised and management reviews the performance based on the business segments as mentioned below:

Segment	Activities Covered
Agency	Advisory, transactional services and merchant banking activities
Holding company activities	Development, managerial and financial support to the businesses of Edelweiss group entities

Income for each segment has been specifically identified. Expenditure, assets and liabilities are either specifically identified with individual segments or have been allocated to segments on a systematic basis.

The management is the Chief Operating Decision Maker(CODM).

The operating segments are the segments for which separate financial information is available and for which operating profit / loss amounts are evaluated regularly by the CODM.

Based on such allocations, segment disclosures relating to revenue, results, assets and liabilities have been prepared.

Secondary Segment

Since the business operations of the Company are primarily concentrated in India, the Company is considered to operate only in the domestic segment and therefore there is no reportable geographic segment.

The following table gives information as required under the Indian Accounting Standard -108 on "Operating Segment":

As at 31 March 2024

Particulars	**Agency business**	**Holding company activities**	**Un-allocated**	**Total**
Segment Revenue				
Revenue	**40.40**	**10,132.43**	**103.99**	**10,276.82**
Inter Segment Revenue	**-**	**-**	**-**	**-**
Revenue from External Customers	**40.40**	**10,132.43**	**103.99**	**10,276.82**
Segment Expenditure	**436.30**	**4,685.27**	**-**	**5,121.57**
Segment Results (Total profit before Tax)	**(395.90)**	**5,447.16**	**103.99**	**5,155.25**
Tax expense				**(1,796.87)**
Net profit / (loss) for the period				**6,952.12**
Segment Assets	**-**	**84,159.82**	**4,629.31**	**88,789.13**
Segment Liabilities	**-**	**34,131.52**	**29.18**	**34,160.70**
Capital Expenditure	**-**	**0.99**	**-**	**0.99**
Depreciation and Amortisation	**-**	**3.29**	**-**	**3.29**
Significant Non-Cash Expenses / (Income) other than Depreciation and Amortisation	**-**	**(27.40)**	**-**	**(27.40)**

As at 31 March 2023

Particulars	Agency business	Holding company activities	Un-allocated	Total
Segment Revenue				
Revenue	702.42	30,184.50	-	30,886.92
Inter Segment Revenue	-	-	-	-
Revenue from External Customers	702.42	30,184.50	-	30,886.92
Segment Expenditure	567.02	7,173.34	-	7,740.36
Segment Results (Total profit before Tax)	135.40	23,011.16	-	23,146.56
Tax expense				(735.91)
Net profit / (loss) for the period				23,882.47
Segment Assets	98.31	104,049.28	3,038.28	107,185.86
Segment Liabilities	242.50	34,382.88	7.85	34,633.23
Capital Expenditure	4.45	3.86	-	8.31
Depreciation and Amortisation	1.91	1.66	-	3.57
Significant Non-Cash Expenses / (Income) other than Depreciation and Amortisation	(21.09)	23,099.79	-	23,078.70

31. Retirement benefit plan

A) Defined contribution plan (Provident fund and National Pension Scheme):

In accordance with Employees' Provident Fund and Miscellaneous Provisions Act, 1952, employees of the Company are entitled to receive benefits under the provident fund, a defined contribution plan, in which, both the employee and the Company contribute monthly at a determined rate. These contributions are made to a recognized provident fund administered by Regional Provident Fund Commissioner. The employees contribute 12% of their basic salary and the Company contributes an equal amount.

The Company recognised **₹ 6.98 million** (Previous year: ₹ 17.60 million) for provident fund and other contributions in the statement of profit and loss.

B) Defined benefit plan (Gratuity):

In accordance with the Payment of Gratuity Act, 1972, the Company provides for gratuity, a defined benefit plan covering all employees. The plan provides a lump sum payment to vested employees at retirement or termination of employment in accordance with the rules laid down in the Payment of Gratuity Act, 1972. The gratuity benefit is partially provided through funded plan and annual expense is charged to the statement of profit and loss on the basis of actuarial valuation.

The most recent actuarial valuation of plan assets and the present value of the defined benefit obligation for gratuity were carried out as at 31 March 2024.The present value of the defined benefit obligations and the related current service cost and past service cost, were measured using the Projected Unit Credit Method.

Based on the actuarial valuation obtained in this respect, the following table sets out the status of the gratuity plan and the amounts recognised in the Company's financial statements as at balance sheet date:

Statement of profit and loss

Expenses recognised in the Statement of Profit and Loss:

Particulars	**31 March 2024**	31 March 2023
Current service cost	**0.43**	4.05
Interest on defined benefit obligation	**(2.86)**	(0.77)
Total included in 'Employee benefits expense'	**(2.43)**	3.28

Movement in Other Comprehensive Income:

Particulars	**31 March 2024**	31 March 2023
Balance at start of year (Loss)/ Gain	**9.04**	8.71
Re-measurements on define benefit obligation (DBO)		
a. Actuarial (Loss)/ Gain from changes in financial assumptions	**(0.04)**	2.05
b. Actuarial (Loss)/ Gain from experience over the past year	**(0.40)**	(0.45)
c. Actuarial Loss/(Gain) from changes in demographic assumptions	**-**	-
Return on plan assets excluding amount included in net interest on the net defined benefit liability/ (asset)	**4.43**	(1.27)
Changes in the effect of limiting a net defined benefit asset to the asset ceiling excluding amount included in net interest on the net defined benefit liability/ (asset)	**(8.26)**	-
Balance at end of year (Loss)/ Gain	**4.77**	9.04

Balance sheet

Reconciliation of defined benefit obligation (DBO) :

Particulars	**31 March 2024**	31 March 2023
Present value of DBO at the beginning of the year	**38.28**	40.46
Acquisition/ (Divestiture)		
Interest cost	**1.08**	2.39
Current service cost	**0.43**	4.05
Benefits paid	**(4.00)**	(7.02)
Past service cost	**-**	-
Actuarial (gain)/loss	**0.45**	(1.60)
Transfer in / (Out)	**(23.03)**	0.00
Present value of DBO at the end of the year	**13.21**	38.28

Reconciliation of fair value of plan assets:

Particulars	**31 March 2024**	31 March 2023
Fair value of plan assets at the beginning of the year	**55.61**	53.72
Contributions by Employer	**4.00**	7.02
Benefits paid	**(4.00)**	(7.02)
Interest income	**3.95**	3.16
Return on plan asset excluding amount included in net interest on the net defined benefit liability/ (asset)	**4.43**	(1.27)
Fair value of plan assets at the end of the year	**63.99**	55.61
Actual Return on Plan Assets	**8.38**	1.89

31. Retirement benefit plan (Continued)

B) Defined benefit plan (Gratuity) (Continued):

Net asset / (liability) recognised in the balance sheet:

Particulars	**31 March 2024**	31 March 2023
Present value of DBO	**13.21**	38.28
Fair value of plan assets at the end of the year	**63.99**	55.61
Net Liability / (Assets)	**(50.78)**	(17.33)
Less: Effect of limiting net assets to asset ceiling	**8.25**	-
Liability / (Assets) recognised in the balance sheet	**(42.53)**	(17.33)
Funded Status [Surplus/ (Deficit)]	**50.78**	17.33
Experience Adjustment on Plan Liabilities: (Gain)/ Loss	**0.40**	0.45

Experience adjustments:

Particulars	**31 March 2024**	31 March 2023	31 March 2022	31 March 2021	31 March 2020
On plan liabilities: loss / (gain)	**0.40**	0.45	2.12	(2.95)	(3.08)
On plan assets: gain / (loss)	-	-	-	-	-
Estimated contribution for next year	-	-	-	-	2.00

Percentage Break-down of Total Plan Assets

	31 March 2024	31 March 2023
Investment in Unit linked funds with insurance company	**99.90%**	99.90%
Cash and cash equivalents	**0.10%**	0.10%
Total	**100.00%**	100.00%

Principal actuarial assumptions at the balance sheet date:

Particulars	**31 March 2024**	31 March 2023
Discount rate	**7.00%**	7.10%
Salary escalation	**7.00%**	7.00%
Employees attrition rate	**16.00%**	16.00%
Mortality Rate	**IALM 2012-14 (Ultimate)**	IALM 2012-14 (Ultimate)
Interest Rate on Net DBO / (Asset) (%)	**7.10%**	5.90%
Expected weighted average remaining working life (years)	**3.5 years**	3.5 years

Sensitivity Analysis

DOB increases / (decreases) by	**31 March 2024**	31 March 2023
1 % Increase in Salary Growth Rate	**0.11**	1.16
1 % Decrease in Salary Growth Rate	**(0.10)**	(1.08)
1 % Increase in Discount Rate	**(0.10)**	(1.07)
1 % Decrease in Discount Rate	**0.11**	1.17
1 % Increase in Withdrawal Rate	**-**	0.01
1 % Decrease in Withdrawal Rate	**-**	(0.01)
Mortality (Increase in expected lifetime by 1 year)	**-**	-
Mortality (Increase in expected lifetime by 3 year)	**-**	-

Note: The sensitivity is performed on the DBO at the respective valuation date by modifying one parameter whilst retaining other parameters constant there are no changes from the previous year to the methods and assumptions underlying the sensitivity analyses.

Movement in Surplus / (Deficit)

Particulars	**31 March 2024**	31 March 2023
Surplus / (Deficit) at start of the year	**17.33**	13.26
Net Transfer (In)/ Out	**23.03**	-
Current Service Cost	**(0.43)**	(4.05)
Net Interest on net DBO	**2.87**	0.77
Re-measurements	**(4.27)**	0.33
Contributions / Benefits	**4.00**	7.02
Surplus / (Deficit) at end of year	**42.53**	17.33

C) Compensated absences :

The Company provides for accumulated compensated absences as at the balance sheet date using projected unit credit method based on actuarial valuation.

D) Other Disclosures

Description of Asset Liability Matching (ALM) Policy

The Company has an insurance plans invested in market linked bonds. The investment returns of the market-linked plan are sensitive to the changes in interest rates. The liabilities' duration is not matched with the assets' duration.

Description of funding arrangements and funding policy that affect future contributions

The liabilities of the fund are funded by assets. The Company aims to maintain a close to full-funding position at each Balance Sheet date. Future expected contributions are disclosed based on this principle.

Maturity profile

The average expected remaining lifetime of the plan members is 4 years (31 March 2023: 3.5 years) as at the date of valuation. This represents the weighted average of the expected remaining lifetime of all plan participants.

32. Changes in liabilities arising from financing activities

Particulars	01 April 2023	Cash flows(net)	Others**	31 March 2024
Borrowings*	**25,886.54**	**3,735.53**	**55.16**	**29,677.23**
Total liabilities from financing activities	**25,886.54**	**3,735.53**	**55.16**	**29,677.23**

Particulars	01 April 2022	Cash flows(net)	Others**	31 March 2023
Borrowings*	24,322.12	907.42	657.00	25,886.54
Total liabilities from financing activities	24,322.12	907.42	657.00	25,886.54

* Comprises of Debt securities and borrowings (other than debt securities).
** Refers to interest accrued during the year.

33. Contingent liabilities & commitments :

33.1 Contingent liabilities

a) Claims against the Company not acknowledged as debt:

- Income Tax matters in respect of which appeal is pending **₹ 5.69 million** (Previous year: ₹ 5.69 million).
-Service Tax matters in respect of which appeal is pending **₹ 430.75 million** (Previous year: ₹ 534.36 million).
-Litigation pending against Company amounts to **₹ 7.39 million** (Previous year: ₹ Nil million).

b) Other claim not acknowledged as debt:

i) The Company's pending litigations mainly comprise of claims against the Company pertaining to proceedings pending with Income tax, service tax and other authorities. The Company has reviewed all its pending litigations and proceedings and has adequately provided for where provisions are required and disclosed as contingent liabilities where applicable, in the financial statements. The Company believes that the outcome of these proceedings will not have a materially adverse effect on the Company's financial position and results of operations.

ii) The Company has received demand notices from tax authorities on account of disallowance of expenditure for earning exempt income under Section 14A of Income Tax Act 1961 read with Rule 8D of the Income Tax Rules, 1962. The company has filed appeal/s and is defending its position. Based on the favourable outcome in Appellate proceedings in the past and as advised by the tax advisors, company is reasonably certain about sustaining its position in the pending cases, hence the possibility of outflow of resources embodying economic benefits on this ground is remote.

iii) Pursuant to the Income Tax Authorities ("the ITA") investigation, after 31 March 2024, the Company has received assessment order cum demand notice from ITA for AY 2022-23. Based on the legal opinion obtained by the Company, management believes that the demand is not sustainable. The Company has filed an appeal against the said assessment order. Thus, no adjustment has been made or is required in the Standalone Financial Statements of the Company.

c) Guarantees excluding financial guarantees :
Corporate/other guarantee not acknowledged as debt:
Corporate/other guarantee given by the Company on behalf of its subsidiaries and former associate companies and to third party which is outstanding as at 31 March 2024 and 31 March 2023 is given below:

Particulars	As at 31 March 2024	As at 31 March 2023
Guarantee to trustees and others for non convertible debentures and other borrowings	**23,157.75**	25,849.37
Guarantee to Banks for loan taken by subsidiaries and former associates	**3,257.11**	7,232.80
Total	**26,414.86**	33,082.17

33.2 Capital commitment
Estimated amount of contracts remaining to be executed on capital account and not provided for (net of advances) **₹ Nil million** (Previous year: ₹ Nil million).

34 Cost Sharing

The group companies provide business and support services to each other basis of the signed agreed terms. The services provided are with the intent to create synergies at group level for e.g. sharing of empty spaces with the group companies, having common HR and admin teams, using one's available resource for the benefit of the group.

In consideration of the business and management oversight by Edelweiss group, the beneficiaries shall share and pay towards the costs, as agreed. It is expressly agreed between the parties that sharing of these cost shall be on the total cost over the financial year (April to March) adequate to compensate the function performed , assets employed and risks assumed by group companies and will be determined by the beneficiaries and edelweiss group companies. The amount payable by the beneficiaries is reviewed intermittently and any amendment to the same is mutually agreed upon in writing by the parties. For the purpose of total cost means all operating expense including but not limited to, normal recurring cost such as office rent, communication charges, salaries, employee benefits, cost of approved third-party vendor, deprecation on assets used and amortization.

35 Disclosure as required by Indian Accounting Standard 24 – Related Party Disclosure

(A) Subsidiaries which are controlled by the Company:

1 ECL Finance Limited
2 Edelcap Securities Limited
3 ECap Securities and Investments Limited
4 Edelweiss Alternative Asset Advisors Limited
5 Ecap Equities Limited (formerly known as Edel Land Limited)
6 Edel Investments Limited
7 Edelweiss Tokio Life Insurance Company Limited
8 Edelweiss Trusteeship Company Limited
9 Edelweiss Asset Management Limited
10 Edelweiss Investment Adviser Limited
11 EC International Limited
12 Edelgive Foundation
13 Edelweiss Alternative Asset Advisors Pte. Limited
14 Edelweiss International (Singapore) Pte. Limited
15 Edelweiss Retail Finance Limited
16 NIDO Home Finance Limited (formerly known as Edelweiss Housing Finance Limited)
17 Edelweiss Rural & Corporate Services Limited
18 Comtrade Commodities Services Limited
19 Edel Finance Company Limited
20 Nuvama Investment Advisors LLC (formerly known as EAAA, LLC) (Upto 05 September 2023)
21 EW Special Opportunities Advisors LLC (upto 30 June 2022)
22 Edelweiss Resolution Advisors LLP (upto 01 July 2022)
23 Edelweiss Multi Strategy Fund Advisors LLP
24 ZUNO General Insurance Limited (formerly known as Edelweiss General Insurance Company Limited)
25 Edelweiss Asset Reconstruction Company Limited
26 Edelweiss Private Equity Tech Fund
27 Edelweiss Value and Growth Fund
28 Edelweiss Securities and Investments Private Limited
29 Edelweiss Employees Welfare Trust
30 Edelweiss Employees Incentive and Welfare Trust
31 Allium Finance Private Limited
32 Nuvama Custodial Services Limited (formerly known as Edelweiss Capital Services Limited)
33 India Credit Investment Fund - II (upto 31 October 2023)
34 Edelweiss Real Asset Managers Limited
35 Sekura India Management Limited
36 Edelweiss Global Wealth Management Limited
37 India Credit Investment Fund - III (upto 31 March 2024)
38 India Credit Investment Fund - 5 (from 09 August 2023 upto 31 March 2024)

35 Disclosure as required by Indian Accounting Standard 24 – Related Party Disclosure (Continued):

(B) Enterprises over which control is exercised by the Company:

Trust name :

1 EARC SAF - 2 TRUST
2 EARC TRUST SC 6
3 EARC TRUST SC 9
4 EARC TRUST SC 102
5 EARC TRUST SC 112
6 EARC TRUST SC 130
7 EARC TRUST SC 227
8 EARC TRUST SC 228
9 EARC TRUST SC 229
10 EARC TRUST SC 238
11 EARC TRUST SC 245
12 EARC TRUST SC 251
13 EARC TRUST SC 263
14 EARC TRUST SC 266
15 EARC TRUST SC 298
16 EARC TRUST SC 306
17 EARC TRUST SC 308
18 EARC TRUST SC 314
19 EARC TRUST SC 325
20 EARC TRUST SC 329
21 EARC TRUST SC 331
22 EARC TRUST SC 332
23 EARC TRUST SC 334
24 EARC TRUST SC 344
25 EARC TRUST SC 347
26 EARC TRUST SC 348
27 EARC TRUST SC 351
28 EARC TRUST SC 352
29 EARC TRUST SC 357
30 EARC TRUST SC 360
31 EARC TRUST SC 361
32 EARC TRUST SC 363
33 EARC TRUST SC 370
34 EARC TRUST SC 372
35 EARC TRUST SC 373
36 EARC TRUST SC 374
37 EARC TRUST SC 375
38 EARC TRUST SC 376
39 EARC TRUST SC 377
40 EARC TRUST SC 378
41 EARC TRUST SC 380
42 EARC TRUST SC 381
43 EARC TRUST SC 383
44 EARC TRUST SC 384
45 EARC TRUST SC 385
46 EARC TRUST SC 386
47 EARC TRUST SC 387
48 EARC TRUST SC 388
49 EARC TRUST SC 391
50 EARC TRUST SC 392
51 EARC TRUST SC 393
52 EARC TRUST SC 394
53 EARC TRUST SC 395
54 EARC TRUST SC 396
55 EARC TRUST SC 397
56 EARC TRUST SC 401
57 EARC TRUST SC 402
58 EARC TRUST SC 405
59 EARC TRUST SC 406
60 EARC TRUST SC 410
61 EARC TRUST SC 412
62 EARC TRUST SC 413
63 EARC TRUST SC 415
64 EARC TRUST SC 416
65 EARC TRUST SC 417
66 EARC TRUST SC 418
67 EARC TRUST SC 421
68 EARC TRUST SC 422
69 EARC TRUST SC 423
70 EARC TRUST SC 424
71 EARC TRUST SC 425
72 EARC TRUST SC 427
73 EARC TRUST SC 428
74 EARC TRUST SC 429
75 EARC TRUST SC 430
76 EARC TRUST SC 431
77 EARC TRUST SC 433
78 EARC TRUST SC 434
79 EARC TRUST SC 436
80 EARC TRUST SC 442
81 EARC TRUST SC 443
82 EARC TRUST SC 444
83 EARC TRUST SC 445
84 EARC TRUST SC 447
85 EARC TRUST SC 448
86 EARC TRUST SC 449
87 EARC TRUST SC 451
88 EARC TRUST SC 452
89 EARC TRUST SC 453
90 EARC TRUST SC 455
91 EARC TRUST SC 456
92 EARC TRUST SC 459
93 EARC TRUST SC 461
94 EARC TRUST SC 462
95 EARC TRUST SC 464
96 EARC TRUST SC 470
97 EARC TRUST SC 477
98 EARC TRUST SC 481
99 EARC TRUST SC 482
100 EARC TRUST SC 483
101 EARC TRUST SC 484
102 EARC TRUST SC 486
103 EARC TRUST SC 488
104 EARC TRUST SC 489
105 EARC TRUST SC 492
106 EARC TRUST SC 493
107 EARC TRUST SC 7 (upto 31 December 2023)
108 EARC TRUST SC 109 (upto 31 December 2023)
109 EARC TRUST SC 440 (upto 31 December 2023)
110 EARC TRUST SC 441 (upto 31 December 2023)

35 Disclosure as required by Indian Accounting Standard 24 – Related Party Disclosure (Continued):

(C) Individuals owning, directly or indirectly, an interest in the voting power of the Company that gives them control or significant influence over the Company:

Mr. Rashesh Shah
Mr. Venkatchalam Ramaswamy
Ms. Vidya Shah
Ms. Aparna T. C.

(D) Key managerial personnel (KMP):

Mr. Rashesh Shah - Chairman and Managing Director
Mr. Venkatchalam Ramaswamy - Vice Chairman and Executive Director
Mr. Himanshu Kaji - Executive Director (upto 26 September 2023)
Ms. Ananya Suneja – Chief Financial Officer
Mr. Tarun Khurana - Company Secretary
Mr. Rujan Panjwani - Executive Director (upto 2 September 2022)

(E) Relatives of individuals exercising significant Influence and relatives of KMPs with whom transactions have taken place

Ms. Kaavya Venkat
Ms. Shilpa Mody
Ms. Sejal Premal Parekh
Mr. A V Ramaswamy
Ms. Sneha Sripad Desai
Ms. Shabnam Panjwani (upto 2 September 2022)
Ms. Avanti Shah
Mr. Neel Shah

(F) Enterprises over which Promoter/KMPS/ Relatives exercise significant influence, with whom transactions have taken place

Shah Family Discretionary Trust
Spire Investment Advisors LLP

(G) Independent Directors

Mr. Biswamohan Mahapatra (upto 26 September 2023)
Mr. Kunnasagaran Chinniah (upto 02 September 2022)
Mr. Navtej S. Nandra (upto 02 September 2022)
Mr. P. N. Venkatachalam (upto 02 September 2022)
Mr. Ashok Kini
Dr. Ashima Goyal
Mr. Shiva Kumar (from 4 August 2022)

(H) Associate Entities (upto 30th March 2023) (Refer note 4 of 6):

1 Nuvama Wealth Management Limited (formerly known as Edelweiss Securities Limited)

Subsidiaries of Associate

1 Nuvama Wealth Finance Limited (formerly known as Edelweiss Finance & Investments Limited)
2 Nuvama Wealth and Investment Limited (formerly known as Edelweiss Broking Limited)
3 Nuvama Clearing Services Limited (Nuvama Clearing Services Limited)
4 Nuvama Investment Advisors Private Limited (formerly known as Edelweiss Investment Advisors Private Limited)
5 Nuvama Financial Services Inc. (Edelweiss Financial Services Inc)
6 Nuvama Financial Services (UK) Limited (formerly known as Edelweiss Financial Services (UK) Limited)
7 Nuvama Capital Services (IFSC) Limited (formerly known as Edelweiss Securities (IFSC) Limited)
8 Nuvama Asset Management Limited (formerly known as ESL Securities Limited)
9 Nuvama Investment Advisors (Hongkong) Private Limited (formerly known as Edelweiss Securities (Hong Kong) Private Limited)
10 Pickright Technologies Private Limited (w.e.f 13 March 2023) (upto 30 March 2023)

35 Disclosure as required by Indian Accounting Standard 24 – "Related Party Disclosure" (Continued):

(I) Transactions and balances with Related Parties:

Sr.No	Nature of Transaction	Related Party Name	31 March 2024	31 March 2023
1	**Sale of Equity shares to**	Edel Finance Company Limited	**26,408.40**	4,031.50
		Ecap Equities Limited	-	3,714.72
		ECap Securities And Investments Limited	-	315.20
		Edelweiss Securities And Investments Private Limited	-	2,136.27
		Edelweiss Alternative Asset Advisors Limited	-	2,134.20
2	**Investment in Compulsory Convertible Debentures of**	Edel Finance Company Limited	**8,000.00**	-
3	**Investment in Equity shares of**	Edel Finance Company Limited	**2,000.00**	2,000.00
		ZUNO General Insurance Limited	**1,930.00**	1,650.00
		Edelweiss Tokio Life Insurance Company Limited	**495.53**	2,500.00
4	**Term loans given to**	Edelweiss Rural & Corporate Services Limited	**2,325.00**	8,320.00
		ECL Finance Limited	-	1,300.00
		Edelweiss Global Wealth Management Limited	**5,009.88**	-
		Ecap Equities Limited	**14,368.65**	12,076.22
		Edel Finance Company Limited	**21,937.88**	9,698.30
		Edelweiss Securities And Investments Private Limited	-	5,800.00
		Edelweiss Investment Adviser Limited	**1,594.20**	7,992.90
		Edel Investments Limited	-	1,100.00
		Edelweiss Alternative Asset Advisors Limited	**220.00**	220.00
5	**Term loans repaid by**	Edelweiss Rural & Corporate Services Limited	**4,025.00**	13,559.23
		ECL Finance Limited	-	1,300.00
		Edelweiss Global Wealth Management Limited	**5,009.88**	488.36
		Ecap Equities Limited	**16,812.78**	6,988.04
		Edelweiss Securities And Investments Private Limited	-	2,746.50
		Edel Finance Company Limited	**9,437.41**	6,364.08
		Edelweiss Investment Adviser Limited	**2,584.10**	6,403.00
		Edel Investments Limited	-	1,100.00
		Edelweiss Alternative Asset Advisors Limited	**220.00**	220.00
6	**Sale of Property Plant and Equipment from**	Nuvama Wealth and Investment Limited	-	0.00
		Ecap Equities Limited	-	0.00
7	**Purchase of Property Plant and Equipment from**	ECL Finance Limited	-	0.01
8	**Remuneration paid to**	Mr. Rashesh Shah	**110.03**	80.01
		Mr. Venkatchalam Ramaswamy	**67.15**	64.42
		Mr. Himanshu Kaji	**23.85**	32.50
		Mr. Rujan Panjwani	-	34.07
		Mr Tarun Khurana	**13.05**	11.11
		Ms Ananya Suneja	**30.98**	25.11
9	**Dividend paid on Equity Shares**	Mr. Rashesh Shah	**218.40**	211.12
		Mr. Venkatchalam Ramaswamy	**89.00**	84.28
		Ms. Vidya Shah	**46.59**	45.00
		Shah Family Discretionary Trust	**58.13**	56.19
		Spire Investment Advisors LLP	**4.80**	4.64
		Ms. Aparna T. C.	**18.32**	17.70
		Ms. Kaavya Venkat	**17.69**	17.10
		Mr. Rujan Panjwani	-	14.34
		Mr. Himanshu Kaji	**0.74**	4.31
		Ms. Sneha Sripad Desai	**1.54**	1.49
		Ms. Shilpa Mody	**1.43**	1.38
		Ms. Sejal Premal Parekh	**1.43**	1.38
		Ms. Shabnam Panjwani	-	0.19
		Mr. A V Ramaswamy	**0.08**	0.07
		Mr Navtej S. Nandra	-	1.99
		Ms. Avanti Shah	**3.00**	2.90
		Mr P N Venkatachalam	-	0.07
		Mr. Neel Shah	**3.00**	2.90
		Mr Tarun Khurana	**0.09**	0.09
		Mr Kunnasagaran Chinniah	-	0.05

35 Disclosure as required by Indian Accounting Standard 24 – "Related Party Disclosure" (Continued):

(I) Transactions and balances with Related Parties:

Sr.No	Nature of Transaction	Related Party Name	31 March 2024	31 March 2023
10	**Loan given to KMP**	Mr Tarun Khurana	**5.00**	-
11	**Loan repaid by KMP**	Mr Tarun Khurana	**5.00**	-
12	**Interest income received from loan given to employee**	Mr Tarun Khurana	**0.25**	-
13	**Share Application money received from KMP**	Ms Ananya Suneja	**0.41**	-
14	**Fee / commission paid to**	Nuvama Wealth Management Limited	-	7.80
		Nuvama Financial Services Inc.	-	0.20
		Edelweiss Rural & Corporate Services Limited	**0.55**	0.42
		Edel Finance Company Limited	-	0.09
		Edelweiss Asset Reconstruction Company Limited	**3.60**	2.20
15	**Management Fees paid to**	ECL Finance Limited	**151.50**	1,139.24
		Edelweiss Asset Reconstruction Company Limited	**174.54**	509.93
		NIDO Home Finance Limited	-	11.39
		Edelweiss Retail Finance Limited	**5.57**	11.66
16	**Fee / commission earned from**	NIDO Home Finance Limited	-	2.50
		Nuvama Wealth and Investment Limited	-	0.85
		Ecap Equities Limited	**5.00**	-
		Edel Finance Company Limited	**5.00**	-
		Edelweiss Alternative Asset Advisors Limited	**5.00**	-
		Edelweiss Asset Reconstruction Company Limited	**7.20**	-
17	**Royalty Fees received from**	Nuvama Wealth Management Limited	-	40.11
		Edelweiss Tokio Life Insurance Company Limited	**42.50**	37.50
		ZUNO General Insurance Limited	-	6.89
18	**Fee / Guarantee commission earned from**	Edel Finance Company Limited	**1.07**	0.71
		Nuvama Wealth Finance Limited	-	1.41
		Edelweiss Asset Reconstruction Company Limited	**27.70**	30.13
		ECap Securities And Investments Limited	**0.01**	-
		Edelweiss Rural & Corporate Services Limited	**0.08**	-
		Ecap Equities Limited	**1.28**	2.10
		Edelweiss Alternative Asset Advisors Limited	**0.00**	0.04
		Edelweiss Investment Adviser Limited	**0.91**	0.19
		Edelweiss Global Wealth Management Limited	**1.50**	-
19	**Interest Income on Compulsory Convertible Debentures**	Edel Finance Company Limited	**0.01**	-
20	**Interest expense on loan taken**	Ecap Equities Limited	**1.97**	-
21	**Interest Income on loan given**	Edelweiss Rural & Corporate Services Limited	**388.22**	1,009.00
		ECL Finance Limited	-	3.73
		Edelweiss Global Wealth Management Limited	**207.04**	36.63
		Ecap Equities Limited	**849.96**	538.81
		Edel Finance Company Limited	**1,768.01**	1,445.50
		Edelweiss Securities And Investments Private Limited	**572.71**	217.20
		Edelweiss Investment Adviser Limited	**257.18**	201.42
		Edel Investments Limited	-	1.66
		Edelweiss Alternative Asset Advisors Limited	**0.30**	0.66
22	**Interest Expense on NCD**	Ecap Equities Limited	**91.23**	40.70
		Edelweiss Tokio Life Insurance Company Limited	**127.56**	39.27
		ZUNO General Insurance Limited	**26.79**	13.67
23	**Interest Expense on Market Linked Debentures**	Ecap Equities Limited	**17.41**	
24	**Cost reimbursements paid to**	Edelweiss Rural & Corporate Services Limited	**81.39**	75.93
		Nuvama Wealth Management Limited	-	172.62
		ECL Finance Limited	-	0.01
		Nuvama Clearing Services Limited	-	167.39
		Nuvama Wealth and Investment Limited	-	378.45
		Nuvama Asset Management Limited	-	5.33
		NIDO Home Finance Limited	**17.00**	-
		Edelweiss Asset Reconstruction Company Limited	**1.30**	-
25	**Cost reimbursements recovered from**	Edelweiss Rural & Corporate Services Limited	**0.11**	-
		ECL Finance Limited	**39.53**	-
		Nuvama Clearing Services Limited	-	0.59
		Edelweiss Asset Management Limited	**0.17**	0.14
		Edelweiss Asset Reconstruction Company Limited	**0.77**	0.70
		NIDO Home Finance Limited	**0.43**	0.68
		Edelweiss Retail Finance Limited	**0.18**	0.20
		Edelweiss Alternative Asset Advisors Limited	-	0.01
		Ecap Equities Limited	**0.11**	-
		Edelcap Securities Limited	**0.52**	0.64
		Edel Finance Company Limited	**0.11**	-
26	**Directors' sitting fees paid to**	Mr Biswamohan Mahapatra	**0.53**	0.65
		Mr Kunnasagaran Chinniah	-	0.20
		Mr Navtej S. Nandra	-	0.18
		Mr P N Venkatachalam	-	0.22
		Ms Dr. Ashima Goyal	**0.83**	0.48
		Mr Ashok Kini	**1.28**	0.71
		Mr Shiva Kumar	**1.35**	0.57
27	**Commission paid to Non executive directors**	Mr Biswamohan Mahapatra	**2.50**	2.00
		Mr Kunnasagaran Chinniah	-	2.00
		Mr Navtej S. Nandra	-	2.00
		Mr P N Venkatachalam	-	2.00
		Ms Dr. Ashima Goyal	**2.50**	2.00
		Mr Ashok Kini	**2.50**	2.00
		Mr Shiva Kumar	**2.50**	-
		Ms Vidya Shah	**2.50**	2.00
28	**Redemption of Non Convertible Debentures & Market Linked Debentures**	Ecap Equities Limited	**4,084.85**	-
		Edelweiss Tokio Life Insurance Company Limited	**30.05**	-
29	**Contribution towards corporate social responsibility**	EdelGive Foundation	**125.00**	100.00

35 Disclosure as required by Indian Accounting Standard 24 – "Related Party Disclosure" (Continued):

(I) Transactions and balances with Related Parties:

Sr.No	Nature of Transaction	Related Party Name	31 March 2024	31 March 2023
	Balances with Related Parties			
1	**Investments in Equity Shares in**	ECL Finance Limited	**-**	11,504.96
		Edelweiss Tokio Life Insurance Company Limited	**11,939.10**	11,443.58
		Edelweiss Asset Management Limited	**1,712.41**	1,712.41
		EC International Limited	**6.15**	6.15
		ECap Securities And Investments Limited	**1,599.95**	1,599.95
		Nuvama Custodial Services Limited	**280.50**	280.50
		Ecap Equities Limited	**147.71**	147.71
		EdelGive Foundation	**0.10**	0.10
		NIDO Home Finance Limited	**195.98**	195.98
		Edelweiss Trusteeship Company Limited	**1.00**	1.00
		Edelweiss Global Wealth Management Limited	**790.01**	790.01
		ZUNO General Insurance Limited	**8,716.16**	6,786.16
		Edel Finance Company Limited	**11,871.55**	9,871.55
		Nuvama Wealth Management Limited	**-**	23,531.82
		Edelweiss Securities And Investments Private Limited	**697.37**	4,072.99
2	**Investments in Preference shares of**	Edel Finance Company Limited	**1,650.00**	1,650.00
3	**Investment in Compulsory Convertible debenture of**	Edel Finance Company Limited	**8,000.00**	-
4	**Interest accrued on Compulsory Convertible debenture of**	Edel Finance Company Limited	**0.01**	-
5	**Gratuity Payable to**	Edelweiss Alternative Asset Advisors Limited	**-**	0.00
		Edelweiss Asset Reconstruction Company Limited	**0.42**	0.42
6	**ESOP Charges Payable to**	NIDO Home Finance Limited	**7.88**	-
		Edelweiss Retail Finance Limited	**0.64**	-
		Edelweiss Alternative Asset Advisors Limited	**-**	0.33
		Edelweiss Tokio Life Insurance Company Limited	**0.00**	-
		Edelcap Securities Limited	**-**	7.39
		Edelweiss Rural & Corporate Services Limited	**-**	1.63
		Edelweiss Asset Reconstruction Company Limited	**-**	0.08
		Edelweiss Alternative Asset Advisors Pte. Limited	**2.11**	2.11
		ECL Finance Limited	**29.69**	0.71
7	**ESOP Charges Receivable from**	Edelweiss Rural & Corporate Services Limited	**0.55**	0.62
		Edelweiss Asset Management Limited	**0.44**	2.54
		ECL Finance Limited	**-**	6.73
		Edelweiss Alternative Asset Advisors Limited	**1.60**	9.27
		Edelweiss Tokio Life Insurance Company Limited	**1.29**	3.22
		Edelweiss Asset Reconstruction Company Limited	**0.86**	5.17
		ZUNO General Insurance Limited	**0.73**	2.13
		Nuvama Custodial Services Limited	**0.12**	-
		Edelweiss Retail Finance Limited	**-**	0.33
		Ecap Equities Limited	**1.84**	14.03
		Edel Investments Limited	**0.01**	0.01
		NIDO Home Finance Limited	**-**	1.47
		Edelweiss International (Singapore) Pte. Limited	**0.01**	0.11
		Edelcap Securities Limited	**0.05**	-
8	**Accrued interest on loans given to**	Edelweiss Rural & Corporate Services Limited	**32.19**	50.63
		Edel Finance Company Limited	**132.64**	152.73
		ECL Finance Limited	**-**	3.36
		Edelweiss Global Wealth Management Limited	**5.77**	-
		Ecap Equities Limited	**63.73**	56.99
		Edelweiss Securities And Investments Private Limited	**40.77**	5.36
		Edelweiss Investment Adviser Limited	**21.75**	32.66
		Edelweiss Alternative Asset Advisors Limited	**0.00**	0.60
		Edel Investments Limited	**-**	1.49
9	**Accrued interest on loans taken from**	Ecap Equities Limited	**1.97**	-
10	**Loan given to**	Edelweiss Rural & Corporate Services Limited	**2,400.00**	4,100.00
		Ecap Equities Limited	**4,700.10**	7,144.22
		Edel Finance Company Limited	**23,890.00**	11,389.53
		Edelweiss Securities And Investments Private Limited	**4,500.00**	4,500.00
		Edelweiss Investment Adviser Limited	**600.00**	1,589.90
11	**Loans taken from**	Ecap Equities Limited	**1,595.42**	-
12	**Non Convertible Debentures held by**	Ecap Equities Limited	**139.01**	33.29
		Edelweiss Tokio Life Insurance Company Limited	**2,207.96**	1,260.80
		ECL Finance Limited	**2.74**	-
		ZUNO General Insurance Limited	**303.12**	-

35 Disclosure as required by Indian Accounting Standard 24 – "Related Party Disclosure" (Continued):

(I) Transactions and balances with Related Parties:

Sr.No	Nature of Transaction	Related Party Name	31 March 2024	31 March 2023
13	**Trade payable to**	NIDO Home Finance Limited	**18.40**	9.65
		ECL Finance Limited	**2,926.34**	1,989.36
		Edelweiss Retail Finance Limited	**0.04**	23.46
		EdelGive Foundation	**-**	0.00
		Edelweiss Alternative Asset Advisors Limited	**0.87**	-
		Edelweiss Asset Reconstruction Company Limited	**0.28**	19.21
		Edelweiss Rural & Corporate Services Limited	**14.12**	14.14
		Edelweiss Securities And Investments Private Limited	**0.25**	0.25
		Edel Finance Company Limited	**-**	0.00
		Ecap Equities Limited	**0.70**	0.50
		Edel Investments Limited	**0.04**	-
		Edelweiss Tokio Life Insurance Company Limited	**0.06**	-
		Edelweiss Asset Management Limited	**0.63**	-
14	**Trade receivable from**	Edelweiss Tokio Life Insurance Company Limited	**15.07**	37.48
		Edelcap Securities Limited	**-**	0.08
		Edel Finance Company Limited	**1.05**	0.13
		Edelweiss Asset Management Limited	**-**	0.02
		Edelweiss Asset Reconstruction Company Limited	**11.19**	4.86
		ECap Securities And Investments Limited	**0.05**	-
		Edelweiss Alternative Asset Advisors Limited	**0.06**	0.07
		Ecap Equities Limited	**0.64**	0.41
		ZUNO General Insurance Limited	**-**	6.89
		Edel Investments Limited	**0.00**	-
		Edelweiss Rural & Corporate Services Limited	**-**	0.00
		Edelweiss Investment Adviser Limited	**3.11**	0.05
		Edelweiss International (Singapore) Pte. Limited	**0.00**	0.07
		Edelweiss Securities And Investments Private Limited	**0.02**	0.02
		ECL Finance Limited	**43.71**	85.29
		Edelweiss Retail Finance Limited	**82.44**	0.41
		NIDO Home Finance Limited	**-**	0.16
15	**Risk and Reward undertaking**	Edelweiss Retail Finance Limited	**-**	702.32
		NIDO Home Finance Limited	**1,301.20**	1,915.98
		ECL Finance Limited	**-**	32,880.84
16	**Guarantee given on behalf of Group Company**	ECap Securities And Investments Limited	**2,200.00**	-
		Ecap Equities Limited	**3,330.60**	6,523.30
		Edelweiss Asset Reconstruction Company Limited	**10,396.20**	16,575.40
		Edel Finance Company Limited	**3,170.00**	470.00
		Nuvama Wealth Finance Limited		-
		NIDO Home Finance Limited	**1,095.71**	917.10
		Edelweiss Investment Adviser Limited	**2,622.35**	3,284.89
		ECL Finance Limited	**1,100.00**	1,200.00
		Edelweiss Global Wealth Management Limited	**2,500.00**	-

0.00 indicates amounts less than ₹ 0.01 million.

Notes:

1 Information relating to remuneration paid to key managerial person mentioned above excludes provision made for gratuity and provision made for bonus which are provided for group of employees on an overall basis.

36. Capital management

The Company manages the capital structure by a balanced mix of debt and equity. The Company's capital management strategy is to effectively determine, raise and deploy capital so as to create value for its shareholders. The Company maintains sound capitalisation both from an economic and regulatory perspective. The Company continuously monitors and adjusts overall capital demand and supply in an effort to achieve an appropriate balance of the economic and regulatory considerations at all times and from all perspectives. These perspectives include specific capital requirements from rating agencies.

Capital structure includes infusion in the form of equity and structured debt from strategic business partners in certain of Company's subsidiaries to fund expansion and assist in achieving expected growth in the competitive market.

No changes were made in the objectives, policies or processes during the financial years ended 31 March 2024 and 31 March 2023.

This framework is adjusted based on underlying macro-economic factors affecting business environment, financial market conditions and interest rates environment. Company monitors capital using debt-equity ratio, which is total debt divided by total equity.

Particulars	**As at 31 March 2024**	As at 31 March 2023
Total Debt	**29,677.23**	25,886.54
Equity	**54,628.43**	72,552.63
Net Debt to Equity	**0.54**	0.36

Total Debt = Debt securities+ Borrowings (Other than debt securities)

37. Disclosure of loans and advances given pursuant to requirements of Regulation 34(3) of Securities and Exchange Board of India (Listing Obligation and Disclosure Requirements) Regulations, 2015, as amended.

	31 March 2024		31 March 2023	
Entity	**Loan outstanding****	**Maximum amount outstanding during the year***	Loan outstanding**	Maximum amount outstanding during the year*
Edelweiss Rural and Corporate Services Limited	**2,432.19**	**4,150.00**	4,150.63	10,929.23
ECL Finance Limited	**-**	**-**	3.36	1,300.00
Edelweiss Global Wealth Management Limited	**5.77**	**4,762.67**	-	488.36
Ecap Equities Limited	**4,763.83**	**8,250.72**	7,201.21	7,338.19
Edel Finance Company Limited	**24,022.65**	**23,890.00**	11,542.26	14,638.30
Edelweiss Investment Adviser Limited	**621.75**	**2,585.10**	1,622.56	3,828.10
Edelweiss Alternative Asset Advisors Limited	**-**	**220.00**	0.60	220.00
Edel Investments Limited	**-**	**-**	1.49	1,100.00
Edelweiss Securities And Investments Private Limited	**4,540.77**	**4,500.00**	4,505.36	4,500.00

All the above loans have maturity of 0-3 years as per contracted terms.
*Maximum amount outstanding during the year represents principle outstanding.
**Loan outstanding includes principal and interest accrued

38. Share based payments: Employee Stock Option Plans and Stock Appreciation Rights Plans

Edelweiss Financial Services Limited ("EFSL" hereafter), has recognised share based payment expenses for the years ended 31 March 2024 and 31 March 2023 based on fair value as on the grant date calculated as per option pricing model. The grants represent equity-settled options under the Employee Stock Option Plans and Stock Appreciation Rights Plans (hereafter referred to as, "ESOP 2011" and "SAR 2019" or "ESOPs" "SARs").

The Edelweiss Group has granted ESOPs under the two plans viz., ESOP 2011 & SAR 2019 to its employees on an equity-settled basis as tabulated below. The ESOPs/SARs provide a right to its holders (i.e., Edelweiss group employees) to purchase one EFSL share for each option at a pre-determined strike price on the expiry of the vesting period. The ESOP/SAR hence represents an European call option that provides a right but not an obligation to the employees of the Edelweiss group to exercise the option by paying the strike price at any time on completion of the vesting period, subject to an outer boundary on the exercise period.

EFSL has granted stock options to employees of the Edelweiss group on an equity-settled basis as tabulated below.

Particulars	SAR 2019	ESOP 2011
Dates of grant	Varying	Varying
Option Type	Equity settled	Equity settled
No. of outstanding options at 31 March 2024	4,859,570	2,254,725
No. of outstanding options at 31 March 2023	8,057,420	4,592,500
No. of Equity shares represented by an option	1 share for 1 option	1 share for 1 option
Fair Value per option	Varies as per the grant date	Varies as per the grant date
Exercise Price	Varies as per the grant date	Varies as per the grant date
Vesting Period	2-6 years	1-4 years
Vesting Conditions	Service	Service

*Includes, SAR 2019 1,75,100, ESOP Nil (Previous year SAR 2019 345,050, ESOP Nil) approved but not granted.

The vesting of options is subject to the employee's continued employment with the Edelweiss group. The ESOPs shall vest as follows:

Particulars	SAR 2019	ESOP 2011
Duration from grant date	% options vesting	% options vesting
12 months from the grant date	-	25.00%
24 months from the grant date	33.33%	25.00%
36 months from the grant date	-	25.00%
48 months from the grant date	33.33%	25.00%
60 months from the grant date	-	-
72 months from the grant date	33.34%	-
Total	**100.00%**	**100.00%**

Plan description

Plan Name	Grant Date	Vesting Conditions	Term of Options	Payout
ESOP Plan 2011	Various	As specified in tables above	1-4 years	Equity settled
SAR Plan 2019	Various	As specified in tables above	2-6 years	Equity settled

Movement of number of Options for FY 2023-24 and 2022-23

Number of options	31 March 2024			31 March 2023		
	SAR 2019	ESOP 2011	Total	SAR 2019	ESOP 2011	Total
Outstanding at the start of the year	**8,057,420**	**4,592,500**	**12,649,920**	10,914,200	7,182,488	18,096,688
Granted during the year	**-**	**-**	**-**	-	-	-
Exercised during the year	**(99,000)**	**(556,500)**	**(655,500)**	(1,034,220)	(25,000)	(1,059,220)
Lapsed/ cancelled during the year	**(3,098,850)**	**(1,781,275)**	**(4,880,125)**	(1,822,560)	(2,564,988)	(4,387,548)
Outstanding at the end of the year*	**4,859,570**	**2,254,725**	**7,114,295**	8,057,420	4,592,500	12,649,920
Exercisable at the end of the year	**-**	**1,946,725**	**1,946,725**	-	3,263,050	3,263,050

*Includes, SAR 2019 175,100, ESOP Nil (Previous year SAR 2019 345,050, ESOP Nil) approved but not granted.

Weighted Average Exercise Price for FY 2023-24 and 2022-23

Weighted Average Exercise Price (₹)	31 March 2024*		31 March 2023	
	SAR 2019	ESOP 2011	SAR 2019	ESOP 2011
Outstanding at the start of the year	**136.20**	**166.84**	123.38	172.77
Granted during the year	**-**	**-**	-	-
Exercised during the year	**52.36**	**34.79**	61.00	60.75
Lapsed/ cancelled during the year	**88.24**	**182.01**	104.55	184.47
Outstanding at the end of the year	**50.74**	**69.58**	136.20	166.84
Exercisable at the end of the year	**NA**	**76.25**	NA	187.44
Weighted Average Share price at the exercise date	**78.30**	**58.59**	58.85	58.98

* During the year there is reduction in strike price on account of demerger (refer note 58)

38. Share based payments: Employee Stock Option Plans and Stock Appreciation Rights Plans (Continued)

Outstanding Options as at 31 March 2024 and 31 March 2023

Particulars	31 March 2024		31 March 2023	
	SAR 2019	ESOP 2011	SAR 2019	ESOP 2011
Number of options outstanding	**4,859,570**	**2,254,725**	8,057,420	4,592,500
Weighted average strike price (₹)	**50.74**	**69.58**	136.20	166.84
Weighted average remaining lifetime of options (in years)	**1.35**	**0.07**	1.65	0.16
Number of employees covered under the scheme	**111**	**143**	122	166

Options granted during FY 2023-24 and 2022-23

Particulars	31 March 2024		31 March 2023	
	SAR 2019	ESOP 2011	SAR 2019	ESOP 2011
Number of options granted	**-**	**-**	-	-
Weighted average strike price (in ₹)	**NA**	**NA**	NA	NA
Weighted average remaining lifetime of options (in years)	**NA**	**NA**	NA	NA
Number of employees covered under the scheme	**NA**	**NA**	NA	NA
Weighted Average Fair value per option (in ₹)	**NA**	**NA**	NA	NA
Weighted Average Intrinsic value per option (in ₹)	**NA**	**NA**	NA	NA

Assumptions for Fair Value for FY 2023-24 and 2022-23

Particulars	31 March 2024		31 March 2023	
	SAR 2019	ESOP 2011	SAR 2019	ESOP 2011
Weighted average share price (in ₹)	**112.17**	**157.75**	136.33	169.52
Weighted average strike price (in ₹)	**50.74**	**69.58**	136.20	166.84
Weighted average remaining lifetime of options (in years)	**1.35**	**0.07**	1.65	0.16
Expected volatility (% p.a.)	**56% p.a. - 72% p.a.**	**41% p.a. - 72% p.a.**	56% p.a. - 72% p.a.	41% p.a. - 72% p.a.
Risk-free discount rate (% p.a.)	**5.1% p.a. - 6.9% p.a.**	**4.3% p.a. - 7.8% p.a.**	5.1% p.a. - 6.9% p.a.	4.3% p.a. - 7.8% p.a.
Expected dividend yield (% p.a.)	**0.7% p.a. - 2.4% p.a.**	**0.4% p.a. - 2.4% p.a.**	0.7% p.a. - 2.4% p.a.	0.4% p.a. - 2.4% p.a.

Other Disclosure

Particulars	31 March 2024			31 March 2023		
	SAR 2019	ESOP 2011	Total	SAR 2019	ESOP 2011	Total
Charges during the year due to share based payments	**(22.57)**	**(4.83)**	**(27.40)**	10.71	3.52	14.23
Liability due for share based payments	**191.24**	**180.82**	**372.06**	343.65	355.07	698.72
Intrinsic value of the liability above	**1.93**	**10.40**	**12.33**	4.83	20.36	25.19

39. Risk Management

The Company has operations in India. Whilst risk is inherent in the Company's activities, it is managed through an integrated risk management framework, including ongoing identification, measurement and monitoring, subject to risk limits and other controls. This process of risk management is critical to the Company. The Company is exposed to credit risk, liquidity risk and market risk. It is also subject to various operating and business risks.

Risk management strategy:

The strategy at an execution level is supported by -

1. Three tiered risk management structure to manage and oversee risks
2. Board and Executive Level Committees to review and approve risk exposures
3. Risk Management framework to ensure each risk the Company is exposed to is given due importance and managed through a well-defined framework and guidelines
4. Well-defined Standard Operating Procedures and Product approval framework to ensure risks are mitigated at operational level
5. Adequate segregation of duties to ensure multi-layered checks and balances
6. Exception reporting framework to ensure process and policy deviations are adequately addressed

Risk management structure:

The Board of Directors are responsible for the overall risk management approach and for approving the risk management strategies and principles.

The Board has appointed the Risk Committee which is responsible for monitoring the overall risk process within the Company and reports to the Audit Committee

The Risk Committee has the overall responsibility for the development of the risk strategy and implementing principles, frameworks, policies and limits.

The Company is responsible for implementing and maintaining risk related procedures to ensure an independent control process is maintained. The Company works closely with and reports to the Risk Committee, to ensure that procedures are compliant with the overall framework.

Credit risk

Credit risk is the risk of financial loss the Company may face due to current/potential inability or unwillingness of a customer or counterparty to meet financial /contractual obligations. Credit risk also covers the possibility of losses associated with diminution in the credit quality of borrowers or counterparties. The Company's lending activities is restricted to only its subsidiaries within the Edelweiss Group, the Company has adopted a policy of dealing with creditworthy counterparties and obtains sufficient collateral, where appropriate, as a means of mitigating the risk of financial loss from defaults.

Credit risk is measured as the amount that could be lost if a customer or counterparty fails to make repayments. Credit risk is monitored using various internal risk management measures and within limits approved by the board within a framework of delegated authorities. It is managed through a robust risk control framework, which outlines clear and consistent policies, principles and guidance for risk managers. Presently Company has credit exposure only to it's subsidiaries where adequate control and monitoring is ensured.

Liquidity risk

Liquidity risk emanates from the possible mismatches due to differences in maturity and repayment profile of assets and liabilities. To avoid such a scenario, the Company has maintained cash reserves in the form of Fixed Deposits, Cash, Loans which are callable any time at the Company's discretion, etc. These assets carry minimal credit risk and can be liquidated. These would be to take care of immediate obligations while continuing to honour commitments as a going concern.

Analysis of financial assets and liabilities by remaining contractual maturities

The table below at note number 42 summarises the maturity profile of the undiscounted cash flows of the Company's financial assets and liabilities as at 31 March. All OTC derivatives used for hedging are shown by maturity, based on their contractual undiscounted payment obligations. All exchange traded derivatives held for trading are analysed based on expected maturity.

Market Risk:

Market risk is the risk which can affect the Company's performance due to adverse movements in market prices of instrument due to interest rates, equity prices, foreign exchange rates. The objective of the Company's market risk management is to manage and control market risk exposures within acceptable parameters.

Foreign exchange risk – Foreign exchange risk is the risk that the value of a financial instrument will fluctuate due to changes in foreign exchange rates. The Company's foreign exposure is limited to investments and loans to Group entities outside India. The Company aggregates the foreign exchange exposure emerging out of these loans/investments and the same is hedged using OTC and exchange traded derivatives. Positions are regularly monitored by the Company and rebalanced/ rolled over based on the inflow and outflow of funds. The Company don't have any foreign currency exposure as at March 31, 2024.

40. Fair Value Measurement

40.1 Valuation governance framework

Where fair values are determined by reference to externally quoted prices or observable pricing inputs to models, independent price determination or validation is used. For inactive markets, Company sources alternative market information, with greater weight given to information that is considered to be more relevant and reliable.

40.2. Fair value hierarchy

Fair values of financial assets and liabilities are determined according to the following hierarchy.

Level 1 – valuation technique using quoted market price: financial instruments with quoted prices for identical instruments in active markets that company can access at the measurement date.

Level 2 – valuation technique using observable inputs: Those where the inputs that are used for valuation and are significant, are derived from directly or indirectly observable market data available over the entire period of the instrument's life.

Level 3 – valuation technique with significant unobservable inputs: Those that include one or more unobservable input that is significant to the measurement as whole.

40.3. Financial instruments measured at Amortised Cost :

The following table sets out the fair values and fair value hierarchy of financial instruments measured at amortised cost. The information given with respect to financial instruments for which the fair value differs from the carrying amount. Carrying amounts of cash and cash equivalents, trade receivables, trade and other payables as on 31 March 2024 approximate the fair value because of their short-term nature. Difference between carrying amounts and fair values of bank deposits, other financials assets and other financial liabilities is not significant in each of the years presented.

	31 March 2024				
Particulars	**Total Carrying Amount**	**Total fair value**	**Level 1**	**Level 2**	**Level 3**
Financial assets:					
Loans	36,382.39	36,382.39	-	-	36,382.39
Financial liabilities					
Debt securities	28,079.84	28,079.84	28,079.84	-	-
Borrowings (other than debt securities)	1,597.39	1,597.39	-	-	1,597.39

	31 March 2023				
Particulars	Total Carrying Amount	Total fair value	Level 1	Level 2	Level 3
Financial assets:					
Loans	29,023.40	29,023.40	-	-	29,023.40
Financial liabilities					
Debt securities	25,886.54	25,886.54	22,366.27	3,520.27	-
Borrowings (other than debt securities)	-	-			-

40.4. The following table shows an analysis of financial instruments recorded at fair value by level of the fair value hierarchy. Exchange traded and OTC derivatives are at gross amount i.e. before offsetting margin money.

Particulars	**As at 31 March 2024**			
	Level 1	**Level 2**	**Level 3**	**Total**
Assets measured at fair value on a recurring basis				
Investments				
Equity instruments	**3.62**	-	-	**3.62**
Mutual Fund	**74.85**	-	-	**74.85**
Total investments measured at fair value	**78.47**	-	-	**78.47**
Total financial assets measured at fair value on a recurring basis	**78.47**	-	-	**78.47**

Particulars	As at 31 March 2023			
	Level 1	Level 2	Level 3	Total
Assets measured at fair value on a recurring basis				
Investments				
Equity instruments	3.07	108.86	23,531.82	23,643.75
Total investments measured at fair value	3.07	108.86	23,531.82	23,643.75
Total financial assets measured at fair value on a recurring basis	3.07	108.86	23,531.82	23,643.75

40.5. Movement in level 3 financial instruments measured at fair value

The following tables show a reconciliation of the opening and closing amounts of Level 3 financial assets and liabilities which are recorded at fair value.

Particulars	**Financial assets**
	Equity instruments at FVTPL
As at 31 March 2022	-
Transfer into level 3	23,531.82
As at 31 March 2023	**23,531.82**
Transfer into level 3	-
Transferred on account of demerger (Refer Note 58)	**(23,531.82)**
As at 31 March 2024	**-**

40.6. Fair valuation principles :

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction in the principal (or most advantageous) market at the measurement date under current market conditions (i.e., an exit price), regardless of whether that price is directly observable or estimated using a valuation technique. The Company uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximising the use of relevant observable inputs and minimising the use of unobservable inputs.

The Company's fair value methodology and the governance over its models includes a number of controls and other procedures to ensure appropriate safeguards are in place to ensure its quality and adequacy. Where fair values are determined by reference to externally quoted prices or observable pricing inputs to models, independent price determination or validation is used. For inactive markets, Company sources alternative market information, with greater weight given to formation that is considered to be more relevant and reliable.

40.7. Fair valuation techniques :

Equity instruments
The equity instruments which are actively traded on recognised stock exchanges are valued at readily available active prices on a regular basis. Such instruments are classified as Level 1. Equity instruments in non-listed entities are initially measured at transaction price and re-measured at each reporting date at valuation provided by external valuer at instrument level. Such unlisted equity securities are classified at Level 2.

40.8. Transfer between Level 1 and level 2

During the year there were no transfers between level 1 and level 2.

40.9. Unobservable inputs used in measuring fair value categorised within Level 3 and sensitivity of fair value measurement to change in unobservable market data

As at 31 March 2024

Type of Financial Instruments	Valuation Techniques	Significant Unobservable input	Range of estimates for unobservable input	Increase in the unobservable input	Change in fair value because of increase in unobservable input	Decrease in the unobservable input	Change in fair value because of decrease in unobservable input
Investments in unquoted equity shares categorised at Level 3	**Simple Average of discounted projected Cash**	**Nil**	**Nil**	**Nil**	**Nil**	**Nil**	**Nil**

As at 31 March 2023

Type of Financial Instruments	Valuation Techniques	Significant Unobservable input	Range of estimates for unobservable input	Increase in the unobservable input	Change in fair value because of increase in unobservable input	Decrease in the unobservable input	Change in fair value because of decrease in unobservable input
Investments in unquoted equity shares categorised at Level 3	Simple Average of discounted projected Cash Flows and Comparable Companies multiple	Fair value per share	₹ 2,238 per share	5%	1,176.59	5%	(1,176.59)

41. Maturity analysis of assets and liabilities

The table below shows an analysis of assets and liabilities analysed according to when they are expected to be recovered or settled. With regard to loans and advances to customers, the Company uses the same basis of expected repayment behaviour as used for estimating the effective interest rate. Issued debt reflect the contractual coupon amortisations.

Particulars	As at 31 March 2024			As at 31 March 2023		
	Within 12 months	**After 12 months**	**Total**	Within 12 months	After 12 months	Total
ASSETS						
Financial assets						
(a) Cash and cash equivalents	**461.03**	**-**	**461.03**	1,350.09	-	1,350.09
(b) Bank balances other than cash and cash equivalents	**9.48**	**-**	**9.48**	39.17	-	39.17
(c) Trade Receivables	**154.50**	**-**	**154.50**	305.64	-	305.64
(d) Loans	**10,796.96**	**25,585.43**	**36,382.39**	7,393.97	21,629.43	29,023.40
(e) Investments	**78.47**	**46,001.90**	**46,080.37**	111.93	71,988.77	72,100.70
(f) Other financial assets	**12.35**	**92.24**	**104.59**	58.71	141.18	199.89
Total financial assets (A)	**11,512.79**	**71,679.57**	**83,192.36**	9,259.51	93,759.38	103,018.89
Non-financial assets						
(a) Current tax assets (net)	**-**	**826.03**	**826.03**	-	1,143.22	1,143.22
(b) Deferred tax assets (net)	**-**	**3,803.28**	**3,803.28**	-	1,895.05	1,895.05
(c) Property, Plant and Equipment	**-**	**6.96**	**6.96**	-	10.34	10.34
(d) Other Intangible assets	**-**	**-**	**-**	-	-	-
(e) Other non- financial assets	**26.06**	**934.44**	**960.50**	80.19	1,038.17	1,118.36
Total non-financial assets (B)	**26.06**	**5,570.71**	**5,596.77**	80.19	4,086.78	4,166.97
TOTAL ASSETS (C = A+B)	**11,538.85**	**77,250.28**	**88,789.13**	9,339.70	97,846.16	107,185.86

Particulars	As at 31 March 2024			As at 31 March 2023		
	Within 12 months	**After 12 months**	**Total**	Within 12 months	After 12 months	Total
LIABILITIES						
Financial liabilities						
(a) Trade Payables	**3,112.59**	**-**	**3,112.59**	2,233.99	-	2,233.99
(b) Debt securities	**5,650.91**	**22,428.93**	**28,079.84**	3,847.02	22,039.52	25,886.54
(c) Borrowings (other than debt securities)	**1,597.39**	**-**	**1,597.39**	-	-	-
(d) Other financial liabilities	**482.43**	**806.31**	**1,288.74**	1,120.26	5,360.19	6,480.45
Total financial liabilities (D)	**10,843.32**	**23,235.24**	**34,078.56**	7,201.27	27,399.71	34,600.98
		-				
Non-financial liabilities						
(a) Current tax liabilities (net)	**-**	**29.21**	**29.21**	-	7.86	7.86
(b) Provisions	**4.00**	**-**	**4.00**	9.31	-	9.31
(c) Other non-financial liabilities	**48.93**	**-**	**48.93**	15.08	-	15.08
Total non-financial liabilities (E)	**52.93**	**29.21**	**82.14**	24.39	7.86	32.25
TOTAL LIABILITIES (F = D+E)	**10,896.25**	**23,264.45**	**34,160.70**	7,225.66	27,407.57	34,633.23
NET TOTAL ASSETS / (LIABILITIES) (C-F)	**642.60**	**53,985.83**	**54,628.43**	2,114.04	70,438.59	72,552.63

42 Analysis of financial liabilities, financial assets, derivatives and financial commitments by remaining contractual maturities

The table below summarises the maturity profile of the undiscounted cash flows of the Company's financial liabilities, financial assets, derivatives and financial commitments as at 31 March. All OTC derivatives used for hedging are shown by maturity, based on their contractual undiscounted payment obligations. All exchange traded derivatives held for trading are analysed based on expected maturity.

As at 31 March 2024

Non-derivative financial liabilities	**Upto 3 months**	**Between 3 to 6 months**	**Between 6 months to 1 year**	**Between 1 year to 3 years**	**More than 3 years**	**Total**
Trade payables	**3,112.59**	**-**	**-**	**-**	**-**	**3,112.59**
Borrowings (other than debt securities)	**1,597.39**	**-**	**-**	**-**	**-**	**1,597.39**
Debt securities	**1,178.48**	**2,523.55**	**3,524.01**	**15,626.17**	**14,505.55**	**37,357.76**
Other financial liabilities	**482.43**	**-**	**-**	**806.31**	**-**	**1,288.74**
Total undiscounted non-derivative financial liabilities	**6,370.89**	**2,523.55**	**3,524.01**	**16,432.48**	**14,505.55**	**43,356.48**

Non-derivative financial assets	**Upto 3 months**	**Between 3 to 6 months**	**Between 6 months to 1 year**	**Between 1 year to 3 years**	**More than 3 years**	**Total**
Cash and cash equivalent and other bank balances	**470.51**	**-**	**-**	**-**	**-**	**470.51**
Trade receivables	**154.50**	**-**	**-**	**-**	**-**	**154.50**
Loans	**7,296.86**	**3,000.00**	**3,815.32**	**17,574.68**	**4,700.10**	**36,386.96**
Investments	**78.47**	**-**	**-**	**-**	**46,001.90**	**46,080.37**
Other financial assets	**12.35**	**-**	**-**	**89.46**	**2.78**	**104.59**
Total undiscounted non-derivative financial assets	**8,012.69**	**3,000.00**	**3,815.32**	**17,664.14**	**50,704.78**	**83,196.93**

Commitments	**Upto 3 months**	**Between 3 to 6 months**	**Between 6 months to 1 year**	**Between 1 year to 3 years**	**More than 3 years**	**Total**
Financial Guarantee and contracts issued	**923.50**	**1,148.70**	**9,965.70**	**12,160.35**	**2,216.61**	**26,414.86**

As at 31 March 2023

Non-derivative financial liabilities	Upto 3 months	Between 3 to 6 months	Between 6 months to 1 year	Between 1 year to 3 years	More than 3 years	Total
Trade payables	2,233.99	-	-	-	-	2,233.99
Borrowings (other than debt securities)	-	-	-	-	-	-
Debt securities	156.74	78.96	3,611.32	11,743.46	10,296.06	25,886.54
Other financial liabilities	1,120.26	-	-	5,360.19	-	6,480.45
Total undiscounted non-derivative financial liabilities	3,510.99	78.96	3,611.32	17,103.65	10,296.06	34,600.98
				-	-	

Non-derivative financial assets	Upto 3 months	Between 3 to 6 months	Between 6 months to 1 year	Between 1 year to 3 years	More than 3 years	Total
Cash and cash equivalent and other bank balances	1,389.26	-	-	-	-	1,389.26
Trade receivables	305.64	-	-	-	-	305.64
Loans	7,393.97	-	-	21,629.43	-	29,023.40
Investments	111.93	-	-	-	71,988.77	72,100.70
Other financial assets	58.71	-	-	121.24	19.94	199.89
Total undiscounted non-derivative financial assets	9,259.51	-	-	21,750.67	72,008.71	103,018.89

Commitments	Upto 3 months	Between 3 to 6 months	Between 6 months to 1	Between 1 year to 3 years	More than 3 years	Total
Financial Guarantee and contracts issued	17,171.60	446.57	664.50	2,241.90	12,557.60	33,082.17

43 Total market risk exposure

Fair value or future cash flows of financial instruments will fluctuate due to changes in market variables such as interest rates, foreign exchange rates and equity prices. The Company classifies exposures to market risk into either trading or non–trading portfolios and manages each of those portfolios separately. Fair value or future cash flows of financial instruments will fluctuate due to changes in market variables such as interest rates, foreign exchange rates and equity prices. The Company classifies exposures to market risk into either trading or non–trading portfolios and manages each of those portfolios separately. Such risks the market risk for the trading portfolio is managed and monitored based on a VaR methodology that reflects the interdependency between risk variables. Non–trading positions are managed and monitored using other sensitivity analyses.

Particulars	As at 31 March 2024			As at 31 March 2023		
	Carrying amount	**Traded risk**	**Non-traded risk**	Carrying amount	Traded risk	Non-traded risk
Assets						
Cash and cash equivalent and other bank balances	**470.51**	**-**	**470.51**	1,389.26	-	1,389.26
Trade receivables	**154.50**	**-**	**154.50**	305.64	-	305.64
Loans at amortised cost	**36,382.39**	**-**	**36,382.39**	29,023.40	-	29,023.40
Financial investments– FVTPL	**78.47**	**78.47**	**-**	23,643.75	111.93	23,531.82
Financial investments– at cost	**46,001.90**	**-**	**46,001.90**	48,456.95	-	48,456.95
Other Financial assets	**104.59**	**-**	**104.59**	199.89	-	199.89
Total	**83,192.36**	**78.47**	**83,113.89**	103,018.89	111.93	102,906.96
Liability						
Debt securities	**28,079.84**	**-**	**28,079.84**	25,886.54	-	25,886.54
Trade payables	**3,112.59**	**-**	**3,112.59**	2,233.99	-	2,233.99
Borrowings (other than debt securities)	**1,597.39**	**-**	**1,597.39**	-	-	-
Other financial liabilities	**1,288.74**	**-**	**1,288.74**	6,480.45	-	6,480.45
Total	**34,078.56**	**-**	**34,078.56**	34,600.98	-	34,600.98

44 Disclosure related to collateral

The table sets out availability of Company assets to support funding

As at 31 March 2024	Pledge as collateral	Available as collateral	Total carrying amount
Cash and cash equivalent including bank balance	**-**	**470.51**	**470.51**
Trade receivables	**154.50**	**-**	**154.50**
Loans	**22,368.63**	**14,013.76**	**36,382.39**
Investments	**1,712.41**	**44,367.96**	**46,080.37**
Other financial assets	**-**	**15.13**	**15.13**
Property, plant and equipment	**-**	**6.96**	**6.96**
Other non financial assets	**-**	**960.50**	**960.50**
Total assets	**24,235.54**	**59,834.82**	**84,070.36**

As at 31 March 2023	Pledge as collateral	Available as collateral	Total carrying amount
Cash and cash equivalent including bank balance	30.87	1,358.39	1,389.26
Trade receivables	305.64	-	305.64
Loans	15,739.10	13,284.30	29,023.40
Investments	1,712.41	70,388.29	72,100.70
Other financial assets	-	78.65	78.65
Property, plant and equipment	-	10.34	10.34
Other non financial assets	-	1,118.36	1,118.36
Total assets	17,788.02	86,238.33	104,026.35

45 Analysis of risk concentration

Industry analysis - risk concentration

As at 31 March 2024	Financial services	Others	Total
Financial assets			
Cash and cash equivalentand other bank balances	**470.51**	**-**	**470.51**
Trade receivables	**154.50**	**-**	**154.50**
Loans	**36,382.39**	**-**	**36,382.39**
Investments	**46,080.37**	**-**	**46,080.37**
Other financial assets	**104.59**	**-**	**104.59**
Total assets	**83,192.36**	**-**	**83,192.36**

As at 31 March 2023	Financial services	Others	Total
Financial assets			
Cash and cash equivalentand other bank balances	1,389.26	-	1,389.26
Trade receivables	305.64	-	305.64
Loans	29,023.40	-	29,023.40
Investments	72,100.70	-	72,100.70
Other financial assets	199.89	-	199.89
Total assets	103,018.89	-	103,018.89

46. Events after reporting date

The Company has evaluated all events that occur after balance sheet date through the date when the financial statements were issued to determine if they must be reported. The management of the Company determined that there were no reportable subsequent events

47. Details of Benami Property held

The Company does not have any benami property, where any proceeding has been initiated or pending against the company for holding any Benami property.

48. Security of current assets against borrowings

During the year the Company not availed any borrowings based on the current assets

49. Wilful Defaulter

The Company is not declared as wilful defaulter by any bank or financial Institution or other lender.

50. Relationship with Struck off Companies

Where the company has any transactions with the companies struck off under section 248 of Companies Act, 2013 or section 560 of Companies Act, 1956, the Company shall disclose the following details, namely:-

As at 31 March 2024

Name of struck off Company	Nature of transactions with struck-off Company	Balance outstanding	Relationship with the Struck off company, if any, to be disclosed
There are no transactions with struck-off Company during the year			

As at 31 March 2023

Name of struck off Company	Nature of transactions with struck-off Company	Balance outstanding	Relationship with the Struck off company, if any, to be disclosed
Marvel Limited	Commission Income	-	None
Four Seasons Hotel	Professional Fees	-	None
Anahat Organisation Development Consultancy Pvt Ltd	Professional Fees	-	None
Shams Cable Network	Office Expense	-	None

51. Registration of charges or satisfaction with Registrar of Companies (ROC)

The Company does not have any charges or satisfaction which is yet to be registered with ROC beyond the statutory period.

52. Utilisation of Borrowed funds and share premium:

A) During the year, 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, other than as disclosed in note (1) below:

(i) 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

(ii) provide any guarantee, security, or the like to or on behalf of the Ultimate Beneficiaries

Note (1)
During the year, the Company has given loans to its subsidiaries/fellow subsidiary companies in the ordinary course of business, which are at Arm's length and the same is approved by Board Audit Committee of the Company . The Company confirms that the below transactions are in accordance with relevant provisions of the Foreign Exchange Management Act, 1999 (42 of 1999) and Companies Act, 2013 and the such transactions are not in violation of the Prevention of Money-Laundering Act, 2002 (15 of 2003).

As at 31 March 2024

S.No.	Name of Intermediary	Nature	Date	Rupees in millions	Name of Company in which investment done by Intermediary	Nature	Date	Rupees in millions	Remarks
1	Ecap Equities Limited(Ecap Eq)	Loan Given	30-Jun-23	**700.00**	Ecap Securities and Investment Limited (Ecap Sec)	Loan Given	30-Jun-23	**700.00**	Ecap Eq and Ecap Sec are subsidiary of EFSL.
2	Ecap Equities Limited(Ecap Eq)	Loan Given	31-Jul-23	**670.00**	Edelcap Securities Limited (Edelcap)	Loan Given	31-Jul-23	**670.00**	Ecap Eq and Edelcap are subsidiary of EFSL.
3	Ecap Equities Limited(Ecap Eq)	Loan Given	30-Aug-23	**800.00**	Edelcap Securities Limited (Edelcap)	Loan Given	06-Sep-23	**800.00**	Ecap Eq and Edelcap are subsidiary of EFSL.
4	Edelweiss Investment Adviser Limited(EIAL)	Loan Given	27-Sep-23	**325.00**	Ecap Equities Limited(Ecap Eq)	Investment	27-Sep-23	**250.40**	EIAL and Ecap Eq are subsidiary of EFSL.
5	Edelweiss Investment Adviser Limited(EIAL)	Loan Given	13-Mar-24	**250.00**	Ecap Equities Limited(Ecap Eq)	Investment	13-Mar-24	**250.00**	EIAL and Ecap Eq are subsidiary of EFSL.

As at 31 March 2023

S.No.	Name of Intermediary	Nature	Date	Rupees in millions	Name of Company in which investment done by Intermediary	Nature	Date	Rupees in millions	Remarks
1	Ecap Equities Limited(Ecap Eq)	Loan Given	04-Apr-22	2,300.00	Edelweiss Rural & Corporate Services Limited (ERCSL)	Non convertible Debenture	04-Apr-22	2,300.00	Ecap Eq and ERCSL are subsidiary of EFSL.
2	Edelweiss Rural & Corporate Services Limited (ERCSL)	Loan Given	28-Dec-22	960.00	India Credit Investment Fund II (ICIF II)	Units of Funds	28-Dec-22	957.09	ERCSL is subsidiary of EFSL and ICIF II investments are held through ERCSL.
3	Edelweiss Rural & Corporate Services Limited (ERCSL)	Loan Given	Various Dates	2,120.00	Edel Finance Company Limited (EFCL)	Loan Given	24-Jun-22	2,120.00	ERCSL and EFCL are subsidiary of EFSL.
4	Edelweiss Rural & Corporate Services Limited (ERCSL)	Loan Given	Various Dates	1,750.00	Edelweiss Retail Finance Limited (ERFL)	Loan Given	26-Dec-22	1,750.00	ERCSL and ERFL are subsidiary of EFSL.
5	Edelweiss Rural & Corporate Services Limited (ERCSL)	Loan Given	Various Dates	2,148.00	Edelweiss Investment Advisors Limited (EIAL)	Loan Given	30-Dec-22	2,148.00	ERCSL and EIAL are subsidiary of EFSL.
6	Edelweiss Rural & Corporate Services Limited (ERCSL)	Loan Given	Various Dates	200.00	Ecap Equities Limited (Ecap Eq)	Loan Given	Various Dates	200.00	ERCSL and Ecap Eq are subsidiary of EFSL.
7	Ecap Equities Limited(Ecap Eq)	Loan Given	01-Mar-23	830.00	Edelweiss Securities And Investments Private Limited(ESIPL)	Loan Given	01-Mar-23	830.00	Ecap Eq and ESIPL are subsidiary of EFSL.
8	Ecap Equities Limited(Ecap Eq)	Loan Given	17-Mar-23	650.00	Edel Investment Limited (EIL)	Compulsorily Convertible Debenture Infusion	17-Mar-23	650.00	Ecap Eq is wholly owned subsidiary of EFSL and EIL is wholly owned subsidiary of Ecap Eq.
9	Edelweiss Securities And Investments Private Limited(ESIPL)	Loan Given	28-Mar-23	2,300.00	Edelweiss Alternative Asset Advisors Limited (EAAA)	Compulsorily Convertible Debenture	28-Mar-23	2,300.00	ESIPL is wholly owned subsidiary of EFSL. As per Group restructuring plan, ESIPL will be holding Company for EAAA.

(B) During the year, 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, other than as disclosed in note (2) below

(i) 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

(ii) provide any guarantee, security, or the like to or on behalf of the Ultimate Beneficiaries

Note (2)
During the year, the Company has taken loans and given loans to its subsidiary company in the ordinary course of business, are at Arm's length and the same is approved by Board Audit Committee of the Company. The Company confirms that the below transactions are in accordance with relevant provisions of the Foreign Exchange Management Act, 1999 (42 of 1999) and Companies Act, 2013 and the such transactions are not in violation of the Prevention of Money-Laundering Act, 2002 (15 of 2003).

As at 31 March 2024

S.No.	Name of Lender	Nature	Date	Rupees in millions	Loan given to	Nature	Date	Rupees in millions	Remarks
1	Ecap Equities Limited(Ecap Eq)	Loan taken from	Various dates	1,595.42	Edel Finance Company Limited (EFCL)	Loan given	Various dates	1,595.42	Ecap Eq and EFCL are subsidiary of EFSL

As at 31 March 2023

S.No.	Name of Lender	Nature	Date	Rupees in millions	Loan given to	Nature	Date	Rupees in millions	Remarks
1	Nil								

Note (3)
Based on the legal opinion obtained by the Company, the transactions undertaken by NBFC-CIC of borrowing/lending/investment to and from its holding/subsidiary/affiliate/group entity(ies) or borrowing from outside the Group for onward lending/investments for carrying on their respective business in ordinary course will not attract reporting under Rule 11(e) of the Companies (Audit and Auditors) Rules, 2014 (the 'Rules'). Accordingly, transactions undertaken by the Company with Edel Finance Company Limited (NBFC CIC) is not disclosed under the Rules.

53. Undisclosed income

The Company have not any such transaction which is not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961).

54. The Company Doesn't have any immovable properties whose title deeds are not held in name of the Company.

55. Loans and Advances

As at 31 March 2024

Type of Borrowers	Amount of loan or advance in the nature of loan outstanding	Aggregate amount of loans/ advances in nature of loans	Percentage to the total Loans and Advances in the nature of loans*
Promoters	-	-	-
Directors	-	-	-
KMPs	-	**5.00**	**0.01%**
Related Parties	**36,386.96**	**45,455.62**	**99.99%**

* Percentage of aggregate loans granted during the year

As at 31 March 2023

Type of Borrowers	Amount of loan or advance in the nature of loan outstanding	Aggregate amount of loans/ advances in nature of loans	Percentage to the total Loans and Advances in the nature of loans*
Promoters	-	-	-
Directors	-	-	-
KMPs	-	-	-
Related Parties	29,027.73	46,507.42	100.00%

* Percentage of aggregate loans granted during the year

The Company has granted loans or advances to Group companies in the nature of loans, without specifying period of repayment of principal to companies. However, during the year the Company has executed supplementary agreement with all such Group companies to stipulate the schedule for repayment of principal. The repayment of principal as per supplementary agreement is not due on these loans. Of these following are the details of the aggregate amount of loans or advances in the nature of loans granted to promoters or related parties as defined in clause (76) of section 2 of the Companies Act, 2013.

56.1 The Board of Directors at their meeting held on 14 May 2024, have recommended a final dividend of ₹ 1.50 per equity share (on face value of ₹ 1 per equity share), subject to the approval of the members at the ensuing Annual General Meeting.

56.2 During the year, the Company has declared and paid the final dividend of ₹ 1.25 per equity share (on face value of ₹ 1 per equity share) for the financial year ended 31 March 2023, based on the approval of the members of the Company at the Annual General Meeting held on 26 September 2023.

57. During the year ended 31 March 2024, the Company and two subsidiaries of the Group, ECL Finance Limited and Edelweiss Retail Finance Limited (subsidiaries), has agreed to discontinue risk and reward agreement in respect of security receipts (SRs). Basis this agreement, the Company has agreed to settle net outstanding unrealized losses on SRs amounting to ₹ 7,165.30 millions. Accordingly, the Company has paid ₹ 5,232.50 millions during the year ended 31 March 2024 and balance will be paid subsequent to the year end.

During the previous year ended 31 March 2023, two subsidiaries of the Company had sold certain financial assets amounting to ₹ 16,718.90 million (net of provisions) to various asset reconstructions company trusts ('ARC Trusts') and acquired security receipts (SR) amounting to ₹ 5,227.20 million from these ARC Trusts. Ind AS 109 – 'Financial Instruments', prescribed under section 133 of the Companies Act, 2013, requires substantially all risks and rewards to be transferred for the purpose of de-recognition of such financial assets from these subsidiaries' financial statements. The Company had undertaken substantially all risks and rewards in respect of such financial assets. As a result, these financial assets were de-recognized in the subsidiaries' financial statements. Based on assessment of probability of default, loss given default in respect of these financial assets (i.e. sold during the year ended 31 March 2023 and in earlier years) and in light of various factors viz. exposures to certain sectors and assessment of credit and market risks for certain counter parties relative to such risks at initial recognition, the Company has recorded fair value loss of ₹ 3,786.01 million (net) for year ended and is included in "Net gain / (loss) on fair value changes.

58. The Board of Directors of the Company at its meeting held on 13 May 2022, had approved the Scheme of arrangement between Edelweiss Financial Services Limited ('EFSL') and Nuvama Wealth Management Limited (formerly known as Edelweiss Securities Limited) ('NWML') and their respective shareholders and creditors ('the Scheme'), under section 230 to 232 read with section 52 and other applicable provisions of the Companies Act, 2013, which inter-alia envisaged
demerger of Wealth Management Business Undertaking ('Demerged Undertaking 'as defined in the Scheme) of EFSL into the NWML and issue of shares of NWML to the shareholders of EFSL pursuant to demerger.
The National Company Law Tribunal Bench at Mumbai (Tribunal) has approved the Scheme on 27 April 2023. The certified copy of the order of the Tribunal approving the Scheme was received by the Company on 12 May 2023 and was filed with the Registrar of Companies on 18 May 2023 ('Effective Date').

As per the Scheme, the Appointed Date of the Scheme is same as Effective Date i.e., 18 May 2023.

Pursuant to the Scheme, the equity share capital of NWML held by EFSL stand cancelled. Further, NWML has allotted 1,05,28,746 equity shares to the shareholders of EFSL as on the record date as per the Scheme. In accordance with Appendix A of Indian Accounting Standard (Ind AS) 10 Distribution of Non-cash Assets to Owners and as per the scheme, the distribution of non-cash assets to shareholders of the Company and carrying value of net assets of Wealth Management Business Undertaking have been adjusted against the Retained Earnings amounting to ₹ 23,531.80 millions . In view of above, the financials of the Current period are after giving effect of the Scheme as on appointed date i.e.,18th May, 2023 and hence previous period numbers are not comparable to that extent.
Further, on account of demerger, Company has accounted for net gain amounting to ₹ 83.20 millions during the current year ended 31 March 2024

As per the Scheme, Company transferred assets and liabilities of Demerged Undertaking to the NWML and Company derecognised all assets and liabilities of Demerged Undertaking using acquisition method.

Particulars	Amount
ASSETS	
Financial assets	
Cash and cash equivalents	20.00
Trade Receivables	73.38
Investments	23,531.80
Other financial assets	264.92
Total financial assets (A)	**23,890.10**
Non-financial assets	
Property, Plant and Equipment	0.79
Other non-financial assets	225.37
Total Non-financial assets (B)	**226.16**
TOTAL ASSETS (C)= ((A)+(B))	**24,116.26**
LIABILITIES	
Financial liabilities	
Trade Payables	35.64
Other financial liabilities	353.10
Total financial liabilities (D)	**388.74**
Non-financial liabilities	
Current tax liabilities (net)	
Provisions	14.17
Other non-financial liabilities	181.55
Total non-financial liabilities (E)	**195.72**
TOTAL LIABILITIES (F)=((D)+(E))	**584.46**
Networth Adjusted to Equity on demerger (G)= ((C)-(F))	**23,531.80**

59. Under the Shareholders' Agreement dated 05 March 2019, entered between Edelweiss Financial Services Limited (EFSL), CDPQ Private Equity Asia PTE. Limited (CDPQ) and ECL Finance Limited (together referred as Parties), EFSL had agreed, pursuant to clause 8.1 & 8.2 to make equity investment of an amount equivalent to the amount of losses on Select real estate/structured finance Loans (Select Loans) into ECL Finance Limited within six months of the default leading to loss incurred by the ECL Finance Limited on or before the date of the conversion of the Investor CCDs into Equity Shares. The rationale for this undertaking was to keep the total equity/net worth of ECL Finance Limited unimpacted on account of impairment in the selected loan accounts. During the previous year ended 31 March 2023, Parties have agreed and concluded that loss event for three of the borrowers in the Select Loans have crystalized and hence, EFSL has agreed to make good the loss amounting to ₹ 1,295.20 million incurred by ECL Finance Limited in earlier years. Accordingly, EFSL has recorded such loss in its profit and loss for the year ended 31 March 2023. The Parties have agreed that no loss event has been crystalized in respect of other Select Loans amounts mentioned in above said clauses of the agreement and hence there is no obligation of EFSL.

60 During the year ended 31 March 2024 and 31 March 2023, an investor has invested in Security receipts issued by ARC trusts as senior class investor in such trusts amounting to ₹ 3,250 million and ₹ 12,000 million respectively. These pertain to certain loans and security receipts sold by one of the subsidiary company, ECL Finance Limited to the ARC trusts. EFSL and another subsidiary company, Edelweiss Securities and Investments Private Limited ("ESIPL") have provided a Put option to the investor assuring to pay or guarantee the payment of agreed aggregated total pay-out value after reducing any payment to investors from underlying assets during the period i.e., amount invested along with a minimum guaranteed return as per the agreement. Further, based on management assessment and given current estimates/cash flows from underlying assets, the likelihood of any payment to investor is considered as remote.

61. Nuvama Clearing Services Limited (NCSL), a former associate, received a show cause notice and order from NSE Clearing Ltd (NCL) in the matter of Angra Stock and Broking Pt. Ltd (Angra or Trading member) and Vries Securities Pt. Limited. Securities Appellate Tribunal (SAT) has upheld NCL order on 15 December 2023. NCSL has appealed against the SAT order at the Supreme Court of India, asserting compliance with all relevant laws and regulations. The appeal is in the process of admission with the Supreme Court of India. The Company has obtained legal opinion on the matter and the Company believes that the NCSL will receive a favourable order in this regard. Accordingly, there is no adjustment required in the Standalone Financial Statements of the Company.

62.1 The Indian Parliament has approved the Code on Social Security, 2020 which subsumes the Provident Fund and the Gratuity Act and rules there under. The Ministry of Labour and Employment has also released draft rules thereunder on 13 November 2020 and has invited suggestions from stakeholders which are under active consideration by the Ministry. The Company will evaluate the rules, assess the impact if any, and account for the same once the rules are notified and become effective.

62.2 The Company has complied with the Rule 3 of Companies (Accounts) Rules, 2014 amended on 5 August 2022 relating to maintenance of electronic books of account and other relevant books and papers. The Company's books of accounts and relevant books and papers are accessible in India at all times and backup of accounts and other relevant books and papers are maintained in electronic mode within India and kept in servers physically located in India on daily basis.

63. **Details of Crypto Currency or Virtual Currency**
The Company has not traded or invested in Crypto currency or Virtual Currency during the current financial year and any of the previous financial years.

64. During the year ended 31 March 2024, other income includes gain amounting to ₹ 11,527.78 million (previous year ₹ 6,795.64 million) on sale of investments in its subsidiaries.(Namely ECL Finance Limited and Edelweiss Securities and Investments Private Limited)

65. The Company has a process whereby periodically all long term contracts (including derivative contracts) are assessed for material foreseeable losses. At the year end, the Company has reviewed and ensured that adequate provision as required under any law/ accounting standards for material foreseeable losses on such long term contracts (including derivative contracts) has been made in the books of accounts.

66. Ratio Analysis

	Particulars	Year Ended 31 March 2024	Year Ended 31 March 2023	% Change	Remarks
1	Debt-Equity Ratio	**0.54**	0.36	51%	Increase in the debt is more than the increase in the equity , resulted in increase in Debt-Equity ratio during the year.
2	Interest Service Coverage Ratio	**2.58**	8.65	(70%)	Decrease in the profit before tax compare to the previous year has resulted in decrease in Interest service coverage ratio.
3	Total debt to Total assets	**0.33**	0.24	38%	Decrease in Total assets from ₹ 107,185.86 million in previous year to ₹ 88,789.13 million in current year, resulted in increase in Total Debt-Total Assets ratio during the year.
4	Net profit margin (%)	**67.65%**	77.32%	(13%)	Decrease in Net Profit from ₹ 23,882.47 million in previous year to ₹ 6,952.12 million in current year, resulted in decrease in Net profit margin ratio during the year.

Notes:
1) Debt-equity Ratio = Total debt (Debt securities + Borrowings other than debt securities) / Net worth
2) Interest Service Coverage Ratio = Profit before interest and Tax / interest expense
3) Total debt to Total assets = (Debt securities + Borrowings other than debt securities) / Total assets
4) Net profit margin = Net Profit for the year / Total income
5) Current ratio, Long term debt to working capital, Bad Debts to account receivables ratio, Current liability ratio, Debtors turnover, Inventory turnover and Operating margin (%) are not applicable owing to the business model of the company

67. The Company is in compliance with number of layers of companies, as prescribed under clause (87) of section 2 of the Act read with the Companies (Restriction on number of Layers) Rules, 2017.

68. Previous year's figures have been regrouped / reclassified to conform to current year presentation.

69. All amounts disclosed in the financial statements and notes have been rounded off to the nearest million as per the requirements of Schedule III, unless otherwise stated.

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

As per our report of even date attached

For Nangia & Co. LLP
Chartered Accountants
ICAI Firm's Registration Number: 002391C/N500069

For and on behalf of the Board of Directors of
Edelweiss Financial Services Limited

Jaspreet Singh Bedi
Partner
Membership No: 601788

Rashesh Shah
Chairman & Managing Director
DIN: 00008322

Venkatchalam Ramaswamy
Vice Chairman & Executive Director
DIN: 00008509

Ananya Suneja
Chief Financial Officer

Tarun Khurana
Company Secretary
Membership No: 12344

Mumbai 14 May 2024

14 May 2024

MATERIAL DEVELOPMENTS

Since April 01, 2026, till the date of filing of this Draft Prospectus, there have been no material developments which may have implications on the financials / credit quality at the time of the Issue, which may affect the Issue or the investor's decision to invest or continue to invest in the debt securities:

FINANCIAL INDEBTEDNESS

As on March 31, 2026, the Company had outstanding total borrowings, on a standalone basis, of ₹ 39,848.72 million.

Sr. No.	Nature of Borrowings	Amount Outstanding (in ₹ million)*	%
1.	Secured borrowings	39,329.39	98.70%
2.	Unsecured borrowings	-	-
3.	Commercial Papers	519.33	1.30%
Total Borrowings		39,848.72	100.00%

** The above amount is calculated after considering IndAS adjustments.*

Set forth below, is a summary of the borrowings by our Company outstanding as on March 31, 2026, together with a brief description of certain significant terms of such financing arrangements.

Details of secured borrowings:

Our Company's outstanding borrowings through debt securities, on a standalone basis, as on March 31, 2026 amounts to ₹ 39,329.39 million (including IND-AS adjustment for effective interest rate on secured non-convertible debentures).

Details of outstanding secured loan facilities

Our Company has not borrowed any amount by way of availing secured loan facilities as on March 31, 2026.

(₹ in million, unless otherwise stated)

Name of the Lender	Type of facility	Amount sanctioned	Principal Amount Outstanding	Repayment Date/ Schedule	Security	Credit Rating, if applicable	Asset classification
Nil							

Details of unsecured loan facilities:

Our Company has not borrowed any amounts by way of availing unsecured loans as on March 31, 2026.

(₹ in million, unless otherwise stated)

Name of the Lender	Type of facility	Amount sanctioned	Principal Amount Outstanding	Repayment Date/ Schedule	Credit Rating, if applicable
Nil					

Details of outstanding non-convertible securities, on a standalone basis:

1. Secured, redeemable non-convertible debentures (*public issue*):

   Our Company has issued secured redeemable non-convertible debenture of face value of ₹ 1,000 through public issue of which ₹ 239.39 million is outstanding (including accrued interest) as on March 31, 2026, the details of which are set forth below:

(₹ in million, unless otherwise stated)

Series	ISIN	Tenor/ period of maturity (Days)	Coupon (p.a.) in %	Date of allotment	Amount outstanding (including accrued interest)*	Redemption / Maturity Date	Credit Rating	Description	Security
Series VI	INE532F07BP6	3,652	9.53	January 8, 2021	170.83	January 8, 2031	BWR A+/ Stable & CARE A/ Stable	Secured, rated, listed, non-convertible redeemable debentures	Please refer to the note below.
Series VII	INE532F07BQ4	3,652	9.95	January 8, 2021	68.56	January 8, 2031	BWR A+/ Stable & CARE A/ Stable	Secured, rated, listed, non-convertible redeemable debentures	

Above debentures are fully secured by receivables from Edel Finance Company Limited ₹ 1,431.12 million. Further, an amount of ₹ 10.30 million stands unclaimed and unpaid on account of matured ISINs.

**Includes adjustment on account of EIR.*

2. Secured redeemable non-convertible debentures (*public issue*):

Our Company has issued secured redeemable non-convertible debenture of face value of ₹1,000 through public issue of which ₹ 1,637.94 million is outstanding (including accrued interest) as on March 31, 2026, the details of which are set forth below:

(₹ in million, unless otherwise stated)

Series	ISIN	Tenor/ period of maturity (Days)	Coupon (p.a.) in %	Date of allotment	Amount outstanding (including accrued interest)*	Redemption / Maturity Date	Credit Rating	Description	Security
Series III	INE532F07BX0	1,826	9.16	April 29, 2021	819.43	April 29, 2026	BWR A+/ Stable & ACUITE A+/ Stable	Secured, rated, listed, non-convertible redeemable debentures	*Please refer to the note below.*
Series IV	INE532F07BY8	1,826	9.55	April 29, 2021	327.42	April 29, 2026	BWR A+/ Stable & ACUITE A+/ Stable	Secured, rated, listed, non-convertible redeemable debentures	
Series VI	INE532F07CA6	3,652	9.30	April 29, 2021	181.98	April 29, 2031	BWR A+/ Stable & ACUITE A+/ Stable	Secured, rated, listed, non-convertible	

(₹ in million, unless otherwise stated)

Series	ISIN	Tenor/ period of maturity (Days)	Coupon (p.a.) in %	Date of allotment	Amount outstanding (including accrued interest)*	Redemption / Maturity Date	Credit Rating	Description	Security
								redeemable debentures	
Series VII	INE532F07CB4	3,652	9.70	April 29, 2021	163.49	April 29, 2031	BWR A+/ Stable & ACUITE A+/ Stable	Secured, rated, listed, non-convertible redeemable debentures	
Series V	INE532F07BZ5	1,826	NA	April 29, 2021	145.62	April 29, 2026	BWR A+/ Stable & ACUITE A+/ Stable	Secured, rated, listed, non-convertible redeemable debentures	

Above debentures are fully secured by receivables from Edel Finance Company Limited ₹ 1,750.00 million (according to the amended debenture trust deed dated January 30, 2025). Further, an amount of ₹ 0.22 million stands unclaimed and unpaid on account of matured ISINs.

**Includes adjustment on account of EIR.*

3. Secured, redeemable non-convertible debentures (*public issue*):

Our Company has issued secured redeemable non-convertible debenture of face value of ₹ 1,000 through public issue of ₹ 1.864.88 million is outstanding (including accrued interest) as on March 31, 2026, the details of which are set forth below:

(₹ in million, unless otherwise stated)

Series	ISIN	Tenor/ period of maturity (Days)	Coupon (p.a.) in %	Date of allotment	Amount outstanding (including accrued interest) *	Redemption / Maturity Date	Credit Rating	Description	Security
Series IV	INE532F07CF5	1826	9.15	September 10, 2021	823.74	September 10, 2026	ACUITE A+/Stable & [ICRA] A+ (Stable)	Secured, rated, listed, non-convertible redeemable debentures	Please refer to the note below.
Series V	INE532F07CG3	1826	9.55	September 10, 2021	466.20	September 10, 2026	ACUITE A+/Stable & [ICRA] A+ (Stable)	Secured, rated, listed, non-convertible redeemable debentures	
Series VI	INE532F07CH1	1826	NA	September 10, 2021	207.73	September 10, 2026	ACUITE A+/Stable & [ICRA] A+ (Stable)	Secured, rated, listed, non-convertible redeemable debentures	

(₹ in million, unless otherwise stated)

Series	ISIN	Tenor/ period of maturity (Days)	Coupon (p.a.) in %	Date of allotment	Amount outstanding (including accrued interest) *	Redemption / Maturity Date	Credit Rating	Description	Security
Series VII	INE532F07CI9	3652	9.30	September 10, 2021	267.22	September 10, 2031	ACUITE A+/Stable &[ICRA] A+ (Stable)	Secured, rated, listed, non-convertible redeemable debentures	
Series VIII	INE532F07CJ7	3652	9.70	September 10, 2021	99.99	September 10, 2031	ACUITE A+/Stable & [ICRA] A+ (Stable)	Secured, rated, listed, non-convertible redeemable debentures	

Above debentures are fully secured by investment in CCD of ECAP Securities and Investments Limited amounting to ₹ 2,090 million held by Ecap Equities Limited. Further, an amount of ₹ 1.42 million stands unclaimed and unpaid on account of matured ISINs.

**Includes adjustment on account of EIR.*

4. Secured, redeemable non-convertible debentures (*public issue*):

Our Company has issued secured redeemable non-convertible debenture of face value of ₹ 1,000 through public issue of which ₹ 2,141.21 million is outstanding (including accrued interest) as on March 31, 2026, the details of which are set forth below:

(₹ in million, unless otherwise stated)

Series	ISIN	Tenor/ period of maturity (Days)	Coupon (p.a.) in %	Date of allotment	Amount outstanding (including accrued interest)*	Redemption/ Maturity date	Credit Rating	Description	Security
Series VI	INE532F07CQ2	1826	9.15	December 28, 2021	771.81	December 28, 2026	Crisil A+/Stable & ACUITE A+/Stable	Secured, rated, listed, non-convertible redeemable debentures	Please refer to the note below.
Series VII	INE532F07CR0	1826	9.55	December 28, 2021	770.22	December 28, 2026	Crisil A+/Stable & ACUITE A+/Stable	Secured, rated, listed, non-convertible redeemable debentures	
Series VIII	INE532F07CS8	1826	NA	December 28, 2021	178.40	December 28, 2026	Crisil A+/Stable & ACUITE A+/Stable	Secured, rated, listed, non-convertible redeemable debentures	

(₹ in million, unless otherwise stated)

Series	ISIN	Tenor/ period of maturity (Days)	Coupon (p.a.) in %	Date of allotment	Amount outstanding (including accrued interest)*	Redemption/ Maturity date	Credit Rating	Description	Security
Series IX	INE532F07CT6	3652	9.30	December 28, 2021	293.08	December 28, 2031	Crisil A+/Stable & ACUITE A+/Stable	Secured, rated, listed, non-convertible redeemable debentures	
Series X	INE532F07CU4	3652	9.70	December 28, 2021	127.70	December 28, 2031	Crisil A+/Stable & ACUITE A+/Stable	Secured, rated, listed, non-convertible redeemable debentures	

Above debentures are fully secured by receivables from Ecap Equities Limited amounting to ₹ 2400.00 million. Further, an amount of ₹ 2.08 million stands unclaimed and unpaid on account of matured ISINs.

**Includes adjustment on account of EIR.*

5. Secured, redeemable non-convertible debentures (*public issue*):

Our Company has issued secured redeemable non-convertible debenture of face value of ₹ 1,000 through public issue of which ₹ 2,092.24 million is outstanding (including accrued interest) as on March 31, 2026, the details of which are set forth below:

(₹ in million, unless otherwise stated)

Series	ISIN	Tenor/ period of maturity (Days)	Coupon (p.a.) in %	Date of allotment	Amount outstanding (including accrued interest)*	Redemption/ Maturity date	Credit Rating	Description	Security
Series VI	INE532F07DB2	1,826	9.35	October 20, 2022	1,197.09	October 20, 2027	Crisil A+/Stable & ACUITE A+/Stable	Secured, rated, listed, non-convertible redeemable debentures	Please refer to the note below.
Series VII	INE532F07DC0	1,826	9.75	October 20, 2022	331.27	October 20, 2027	Crisil A+/Stable & ACUITE A+/Stable	Secured, rated, listed, non-convertible redeemable debentures	
Series VIII	INE532F07DA4	1,826	NA	October 20, 2022	139.72	October 20, 2027	Crisil A+/Stable & ACUITE A+/Stable	Secured, rated, listed, non-convertible redeemable debentures	
Series IX	INE532F07DD8	3,653	9.65	October 20, 2022	236.52	October 20, 2032	Crisil A+/Stable &	Secured, rated, listed, non-convertible	

(₹ in million, unless otherwise stated)

Series	ISIN	Tenor/ period of maturity (Days)	Coupon (p.a.) in %	Date of allotment	Amount outstanding (including accrued interest)*	Redemption/ Maturity date	Credit Rating	Description	Security
							ACUITE A+/Stable	redeemable debentures	
Series X	INE532F07DE6	3,653	10.10	October 20, 2022	187.64	October 20, 2032	Crisil A+/Stable & ACUITE A+/Stable	Secured, rated, listed, non-convertible redeemable debentures	

Above debentures are fully secured by way of receivables from ECAP Securities and Investments Limited amounting to ₹ 2,400 million.
**Includes adjustment on account of EIR*

6. Secured, redeemable non-convertible debentures (*public issue*):

Our Company has issued secured redeemable non-convertible debenture of face value of ₹ 1,000 through public issue of which ₹ 2,405.90 million is outstanding (including accrued interest) as on March 31, 2026, the details of which are set forth below:

(₹ in million, unless otherwise stated)

Series	ISIN	Tenor/ period of maturity (Days)	Coupon (p.a.) in %	Date of allotment	Amount outstanding (including accrued interest)*	Redemption/ Maturity date	Credit Rating	Description	Security
Series VI	INE532F07DK3	1826	9.67	20-Jan-23	1,173.04	20-Jan-28	Crisil A+/Stable& ACUITE A+/Stable	Secured, rated, listed, non-convertible redeemable debentures	Please refer to the note below.
Series VII	INE532F07DJ5	1826	10.10	20-Jan-23	366.53	20-Jan-28	Crisil A+/Stable& ACUITE A+/Stable	Secured, rated, listed, non-convertible redeemable debentures	
Series VIII	INE532F07DG1	1826	N.A.	20-Jan-23	207.15	20-Jan-28	Crisil A+/Stable & ACUITE A+/Stable	Secured, rated, listed, non-convertible redeemable debentures	

(₹ in million, unless otherwise stated)

Series	ISIN	Tenor/ period of maturity (Days)	Coupon (p.a.) in %	Date of allotment	Amount outstanding (including accrued interest)*	Redemption/ Maturity date	Credit Rating	Description	Security
Series IX	INE532F07DH9	3653	10.00	20-Jan-23	434.74	20-Jan-33	Crisil A+/Stable& ACUITE A+/Stable	Secured, rated, listed, non-convertible redeemable debentures	
Series X	INE532F07DI7	3653	10.45	20-Jan-23	224.44	20-Jan-33	Crisil A+/Stable & ACUITE A+/Stable	Secured, rated, listed, non-convertible redeemable debentures	

Above debentures are fully secured by investment in CCD of Ecap Securities and Investments Limited amounting to ₹ 4,160 million held by Ecap Equities Limited.

**Includes adjustment on account of EIR*

7. Secured, redeemable non-convertible debentures (*public issue*):

Our Company has issued secured redeemable non-convertible debenture of face value of ₹ 1,000 through public issue of which ₹ 2,370.79 million is outstanding (including accrued interest) as on March 31, 2026, the details of which are set forth below:

(₹ in million, unless otherwise stated)

Series	ISIN	Tenor/ period of maturity (Days)	Coupon (p.a.) in %	Date of allotment	Amount outstanding (including accrued interest) (₹ million)*	Redemption/ Maturity Date	Credit Rating	Description	Security
Series III	INE532F07DP2	1,096	9.20	April 27, 2023	380.18	April 27, 2026	Crisil A+/Stable & ACUITE A+/Stable	Secured, rated, listed, non-convertible redeemable debentures	Please refer to the note below
Series IV	INE532F07DS6	1,096	9.60	April 27, 2023	305.25	April 27, 2026	Crisil A+/Stable & ACUITE A+/Stable	Secured, rated, listed, non-convertible redeemable debentures	
Series V	INE532F07DU2	1,096	N.A.	April 27, 2023	139.42	April 27, 2026	Crisil A+/Stable & ACUITE A+/Stable	Secured, rated, listed, non-convertible	

(₹ in million, unless otherwise stated)

Series	ISIN	Tenor/ period of maturity (Days)	Coupon (p.a.) in %	Date of allotment	Amount outstanding (including accrued interest) (₹ million)*	Redemption/ Maturity Date	Credit Rating	Description	Security
								redeemable debentures	
Series VI	INE532F07DT4	1,827	9.67	April 27, 2023	666.58	April 27,2028	Crisil A+/Stable & ACUITE A+/Stable	Secured, rated, listed, non-convertible redeemable debentures	
Series VII	INE532F07DV0	1,827	10.10	April 27, 2023	317.62	April 27, 2028	Crisil A+/Stable & ACUITE A+/Stable	Secured, rated, listed, non-convertible redeemable debentures	
Series VIII	INE532F07DW8	1,827	N.A.	April 27, 2023	128.19	April 27, 2028	Crisil A+/Stable & ACUITE A+/Stable	Secured, rated, listed, non-convertible redeemable debentures	
Series IX	INE532F07DX6	3,653	10.00	April 27, 2023	311.49	April 27, 2033	Crisil A+/Stable & ACUITE A+/Stable	Secured, rated, listed, non-convertible redeemable debentures	
Series X	INE532F07DY4	3,653	10.45	April 27, 2023	122.06	April 27, 2033	Crisil A+/Stable & ACUITE A+/Stable	Secured, rated, listed, non-convertible redeemable debentures	

Above debentures are fully secured by receivables from Edel Finance Company Limited amounting to ₹ 2,750 million (according to the amended debenture trust deed dated January 30, 2025).

**Includes adjustment on account of EIR*

8. Secured, redeemable non-convertible debentures (*public issue*):

Our Company has issued secured redeemable non-convertible debenture of face value of ₹ 1,000 through public issue of which ₹ 2456.36 million is outstanding (including accrued interest) as on March 31, 2026, the details of which are set forth below:

(₹ in million, unless otherwise stated)

Series	ISIN	Tenor/ period of maturity (Days)	Coupon (p.a.) in %	Date of allotment	Amount outstanding (including accrued interest) *	Redemption/ Maturity Date	Credit Rating	Description	Security
Series III	INE532F07EC8	1,096	9.20	July 21, 2023	364.71	July 21, 2026	Crisil A+/Stable & ACUITE A+/Stable	Secured, rated, listed, non-convertible redeemable debentures	Please refer to the note below
Series IV	INE532F07ED6	1,096	9.60	July 21, 2023	315.50	July 21, 2026	Crisil A+/Stable & ACUITE A+/Stable	Secured, rated, listed, non-convertible redeemable debentures	
Series V	INE532F07EE4	1,096	N.A.	July 21, 2023	193.30	July 21, 2026	Crisil A+/Stable & ACUITE A+/Stable	Secured, rated, listed, non-convertible redeemable debentures	
Series VI	INE532F07EG9	1,827	9.67	July 21, 2023	761.74	July 21, 2028	Crisil A+/Stable & ACUITE A+/Stable	Secured, rated, listed, non-convertible redeemable debentures	
Series VII	INE532F07EH7	1,827	10.10	July 21, 2023	291.65	July 21, 2028	Crisil A+/Stable & ACUITE A+/Stable	Secured, rated, listed, non-convertible redeemable debentures	
Series VIII	INE532F07EF1	1,827	N.A.	July 21, 2023	108.96	July 21, 2028	Crisil A+/Stable & ACUITE A+/Stable	Secured, rated, listed, non-convertible redeemable debentures	
Series IX	INE532F07EI5	3,653	10.00	July 21, 2023	311.49	July 21, 2033	Crisil A+/Stable & ACUITE A+/Stable	Secured, rated, listed, non-convertible redeemable debentures	
Series X	INE532F07DZ1	3,653	10.45	July 21, 2023	109.01	July 21, 2033	Crisil A+/Stable &	Secured, rated, listed, non-	

(₹ in million, unless otherwise stated)

Series	ISIN	Tenor/ period of maturity (Days)	Coupon (p.a.) in %	Date of allotment	Amount outstanding (including accrued interest) *	Redemption/ Maturity Date	Credit Rating	Description	Security
							ACUITE A+/Stable	convertible redeemable debentures	

Above debentures are fully secured by receivables from Edel Finance Company Limited amounting to ₹ 2,750 million (according to the amended debenture trust deed dated January 08, 2025)
**Includes adjustment on account of EIR*

9. Secured, redeemable non-convertible debentures (*public issue*):

Our Company has issued secured redeemable non-convertible debenture of face value of ₹ 1,000 through public issue of which ₹ 1,632.61 million is outstanding (including accrued interest) as on March 31, 2026, the details of which are set forth below:

(₹ in million, unless otherwise stated)

Series	ISIN	Tenor/ period of maturity (Days)	Coupon (p.a.) in %	Date of allotment	Amount outstanding (including accrued interest)*	Redemption/ Maturity Date	Credit Rating	Description	Security
Series III	INE532F07EQ8	1,096	9.20	October 26, 2023	285.06	October 26, 2026	Crisil A+/Stable	Secured, rated, listed, non-convertible redeemable debentures	Please refer to the note below
Series IV	INE532F07EP0	1,096	9.60	October 26, 2023	349.35	October 26, 2026	Crisil A+/Stable	Secured, rated, listed, non-convertible redeemable debentures	
Series V	INE532F07ES4	1,096	NA	October 26, 2023	108.23	October 26, 2026	Crisil A+/Stable	Secured, rated, listed, non-convertible redeemable debentures	
Series VI	INE532F07EO3	1,827	9.67	October 26, 2023	388.22	October 26, 2028	Crisil A+/Stable	Secured, rated, listed, non-convertible redeemable debentures	
Series VII	INE532F07EM7	1,827	10.10	October 26, 2023	180.24	October 26, 2028	Crisil A+/Stable	Secured, rated, listed, non-convertible redeemable debentures	

(₹ in million, unless otherwise stated)

Series	ISIN	Tenor/ period of maturity (Days)	Coupon (p.a.) in %	Date of allotment	Amount outstanding (including accrued interest)*	Redemption/ Maturity Date	Credit Rating	Description	Security
Series VIII	INE532F07EN5	1,827	NA	October 26, 2023	75.80	October 26, 2028	Crisil A+/Stable	Secured, rated, listed, non-convertible redeemable debentures	
Series IX	INE532F07EL9	3,653	10.00	October 26, 2023	166.58	October 26, 2033	Crisil A+/Stable	Secured, rated, listed, non-convertible redeemable debentures	
Series X	INE532F07EK1	3,653	10.45	October 26, 2023	79.13	October 26, 2033	Crisil A+/Stable	Secured, rated, listed, non-convertible redeemable debentures	

Above debentures are fully secured by receivables from Edel Finance Company Limited amounting to ₹ 1,950 million (according to the amended debenture trust deed dated January 08, 2025).

**Includes adjustment on account of EIR*

10. Secured, redeemable non-convertible debentures (*public issue*):

Our Company has issued secured redeemable non-convertible debenture of face value of ₹ 1,000 through public issue of which ₹ 1,756.33 million is outstanding (including accrued interest) as on March 31, 2026, the details of which are set forth below:

(₹ in million, unless otherwise stated)

Series	ISIN	Tenor/ period of maturity (Days)	Coupon (p.a.) in %	Date of allotment	Amount outstanding (including accrued interest)*	Redemption/ Maturity Date	Credit Rating	Description	Security
Series III	INE532F07EU0	1096	9.20	January 29, 2024	294.60	January 29, 2027	Crisil A+/Stable & [ICRA] A+ (Stable)	Secured, rated, listed, non-convertible redeemable debentures	Please refer to the note below
Series IV	INE532F07EW6	1096	9.60	January 29, 2024	337.84	January 29, 2027	Crisil A+/Stable & [ICRA] A+ (Stable)	Secured, rated, listed, non-convertible redeemable debentures	
Series V	INE532F07EX4	1096	N.A	January 29, 2024	133.08	January 29, 2027	Crisil A+/Stable & [ICRA]	Secured, rated, listed, non-convertible	

(₹ in million, unless otherwise stated)

Series	ISIN	Tenor/ period of maturity (Days)	Coupon (p.a.) in %	Date of allotment	Amount outstanding (including accrued interest)*	Redemption/ Maturity Date	Credit Rating	Description	Security
							A+ (Stable)	redeemable debentures	
Series VI	INE532F07EY2	1827	9.67	January 29, 2024	422.21	January 29, 2029	Crisil A+/Stable & [ICRA] A+ (Stable)	Secured, rated, listed, non-convertible redeemable debentures	
Series VII	INE532F07EZ9	1827	10.10	January 29, 2024	234.39	January 29, 2029	Crisil A+/Stable & [ICRA] A+ (Stable)	Secured, rated, listed, non-convertible redeemable debentures	
Series VIII	INE532F07FA9	1827	N.A	January 29, 2024	60.36	January 29, 2029	Crisil A+/Stable & [ICRA] A+ (Stable)	Secured, rated, listed, non-convertible redeemable debentures	
Series IX	INE532F07FB7	3653	10.00	January 29, 2024	192.10	January 29, 2034	Crisil A+/Stable & [ICRA] A+ (Stable)	Secured, rated, listed, non-convertible redeemable debentures	
Series X	INE532F07FC5	3653	10.45	January 29, 2024	81.75	January 29, 2034	Crisil A+/Stable & [ICRA] A+ (Stable)	Secured, rated, listed, non-convertible redeemable debentures	

Note: Above debentures are fully secured by receivables from Edel Finance Company Limited amounting to ₹ 2,350 million (according to the amended debenture trust deed dated January 30, 2025).

**Includes adjustment on account of EIR*

11. Secured, redeemable non-convertible debentures (*public issue*):

Our Company has issued secured redeemable non-convertible debenture of face value of ₹ 1,000 through public issue of which ₹ 1,789.15 million is outstanding (including accrued interest) as on March 31, 2026, the details of which are set forth below:

(₹ in million, unless otherwise stated)

Series	ISIN	Tenor/ period of maturity (Days)	Coupon (p.a.) in %	Date of allotment	Amount outstanding (including accrued interest)*	Redemption/ Maturity Date	Credit Rating	Description	Security
Series XI	INE532F07FJ0	3652	10.45	April 29, 2024	76.24	April 29, 2034	Crisil A+/Stable	Secured, rated, listed,	Please refer to

(₹ in million, unless otherwise stated)

Series	ISIN	Tenor/ period of maturity (Days)	Coupon (p.a.) in %	Date of allotment	Amount outstanding (including accrued interest)*	Redemption/ Maturity Date	Credit Rating	Description	Security
								non-convertible redeemable debentures	the note below.
Series XII	INE532F07FG6	3652	10.45	April 29, 2024	26.27	April 29, 2034	Crisil A+/Stable	Secured, rated, listed, non-convertible redeemable debentures	
Series VIII	INE532F07FH4	1826	N.A	April 29, 2024	53.22	April 29, 2029	Crisil A+/Stable	Secured, rated, listed, non-convertible redeemable debentures	
Series IX	INE532F07FI2	1826	10.10	April 29, 2024	49.09	April 29, 2029	Crisil A+/Stable	Secured, rated, listed, non-convertible redeemable debentures	
Series X	INE532F07FD3	3652	10.00	April 29, 2024	124.93	April 29, 2034	Crisil A+/Stable	Secured, rated, listed, non-convertible redeemable debentures	
Series IV	INE532F07FL6	1095	9.60	April 29, 2024	271.72	April 29, 2027	Crisil A+/Stable	Secured, rated, listed, non-convertible redeemable debentures	
Series V	INE532F07FM4	1095	N.A	April 29, 2024	71.70	April 29, 2027	Crisil A+/Stable	Secured, rated,	

(₹ in million, unless otherwise stated)

Series	ISIN	Tenor/ period of maturity (Days)	Coupon (p.a.) in %	Date of allotment	Amount outstanding (including accrued interest)*	Redemption/ Maturity Date	Credit Rating	Description	Security
								listed, non-convertible redeemable debentures	
Series VI	INE532F07FN2	1826	9.67	April 29, 2024	277.39	April 29, 2029	Crisil A+/Stable	Secured, rated, listed, non-convertible redeemable debentures	
Series VII	INE532F07FO0	1826	10.10	April 29, 2024	151.42	April 29, 2029	Crisil A+/Stable	Secured, rated, listed, non-convertible redeemable debentures	
Series I	INE532F07FF8	730	9.00	April 29, 2024	385.42	April 29, 2026	Crisil A+/Stable	Secured, rated, listed, non-convertible redeemable debentures	
Series II	INE532F07FE1	730	N.A	April 29, 2024	35.54	April 29, 2026	Crisil A+/Stable	Secured, rated, listed, non-convertible redeemable debentures	
Series III	INE532F07FK8	1095	9.20	April 29, 2024	266.21	April 29, 2027	Crisil A+/Stable	Secured, rated, listed, non-convertible redeemable debentures	

Note: Above debentures are fully secured by pari passu charge over present and future receivables, investments and other assets of the Company excluding the receivables which are charged with other lenders, trustees or creditors

** Includes adjustment on account of EIR*

12. Secured, redeemable non-convertible debentures (public issue):

Our Company has issued secured redeemable non-convertible debenture of face value of ₹ 1,000 through public issue of which ₹ 1,363.92 million is outstanding (including accrued interest) as on March 31, 2026, the details of which are set forth below:

(₹ in million, unless otherwise stated)

Series	ISIN	Tenor/ period of maturity (Days)	Coupon (p.a.) in %	Date of allotment	Amount outstanding (including accrued interest) (₹ million)*	Redemption/ Maturity Date	Credit Rating	Description	Security
Series I	INE532F07FP7	730	9.50	July 26, 2024	86.07	July 26, 2026	Crisil A+/Stable	Secured, rated, listed, non-convertible redeemable debentures	Please refer to the note below.
Series II	INE532F07FQ5	730	NA	July 26, 2024	39.48	July 26, 2026	Crisil A+/Stable	Secured, rated, listed, non-convertible redeemable debentures	
Series III	INE532F07FR3	1095	9.57	July 26, 2024	219.99	July 26, 2027	Crisil A+/Stable	Secured, rated, listed, non-convertible redeemable debentures	
Series IV	INE532F07FS1	1095	10.00	July 26, 2024	280.04	July 26, 2027	Crisil A+/Stable	Secured, rated, listed, non-convertible redeemable debentures	
Series V	INE532F07FT9	1095	NA	July 26, 2024	57.23	July 26, 2027	Crisil A+/Stable	Secured, rated, listed, non-convertible redeemable debentures	
Series VI	INE532F07FU7	1826	10.04	July 26, 2024	222.33	July 26, 2029	Crisil A+/Stable	Secured, rated, listed, non-convertible redeemable debentures	
Series VII	INE532F07FV5	1826	10.50	July 26, 2024	107.86	July 26, 2029	Crisil A+/Stable	Secured, rated, listed, non-	

(₹ in million, unless otherwise stated)

Series	ISIN	Tenor/ period of maturity (Days)	Coupon (p.a.) in %	Date of allotment	Amount outstanding (including accrued interest) (₹ million)*	Redemption/ Maturity Date	Credit Rating	Description	Security
								convertible redeemable debentures	
Series VIII	INE532F07FW3	1826	NA	July 26, 2024	35.84	July 26, 2029	Crisil A+/Stable	Secured, rated, listed, non-convertible redeemable debentures	
Series IX	INE532F07GA7	1826	10.50	July 26, 2024	49.82	July 26, 2029	Crisil A+/Stable	Secured, rated, listed, non-convertible redeemable debentures	
Series X	INE532F07FZ6	3652	10.49	July 26, 2024	168.20	July 26, 2034	Crisil A+/Stable	Secured, rated, listed, non-convertible redeemable debentures	
Series XI	INE532F07FX1	3652	11.00	July 26, 2024	61.72	July 26, 2034	Crisil A+/Stable	Secured, rated, listed, non-convertible redeemable debentures	
Series XII	INE532F07FY9	3652	11.00	July 26, 2024	35.34	July 26, 2034	Crisil A+/Stable	Secured, rated, listed, non-convertible redeemable debentures	

Note: Above debentures are fully secured by pari passu charge over present and future receivables, investments and other assets of the Company excluding the receivables which are charged with other lenders, trustees or creditors.

** Includes adjustment on account of EIR.*

13. Secured, redeemable non-convertible debentures (public issue):

Our Company has issued secured redeemable non-convertible debenture of face value of ₹ 1,000 through public issue of which ₹ 1,762.58 million is outstanding (including accrued interest) as on March 31, 2026, the details of which are set forth below:

(₹ in million, unless otherwise stated)

Series	ISIN	Tenor/ period of maturity (Days)	Coupon (p.a.) in %	Date of allotment	Amount outstanding (including accrued interest)*	Redemption / Maturity Date	Credit Rating	Description	Security
Series I	INE532F07GB5	730	9.50	October 24, 2024	554.84	October 24, 2026	Crisil A+/Stable	Secured, rated, listed, non-convertible redeemable debentures	Please refer to the note below.
Series II	INE532F07GC3	730	N.A.	October 24, 2024	55.35	October 24, 2026	Crisil A+/Stable	Secured, rated, listed, non-convertible redeemable debentures	
Series III	INE532F07GD1	1095	9.57	October 24, 2024	184.18	October 24, 2027	Crisil A+/Stable	Secured, rated, listed, non-convertible redeemable debentures	
Series IV	INE532F07GE9	1095	10.00	October 24, 2024	290.27	October 24, 2027	Crisil A+/Stable	Secured, rated, listed, non-convertible redeemable debentures	
Series V	INE532F07GG4	1095	N.A.	October 24, 2024	61.53	October 24, 2027	Crisil A+/Stable	Secured, rated, listed, non-convertible redeemable debentures	
Series VI	INE532F07GJ8	1826	10.04	October 24, 2024	190.14	October 24, 2029	Crisil A+/Stable	Secured, rated, listed, non-convertible redeemable debentures	
Series VII	INE532F07GF6	1826	10.50	October 24, 2024	112.96	October 24, 2029	Crisil A+/Stable	Secured, rated, listed, non-convertible redeemable debentures	
Series VIII	INE532F07GK6	1826	N.A.	October 24, 2024	37.47	October 24, 2029	Crisil A+/Stable	Secured, rated, listed, non-convertible	

(₹ in million, unless otherwise stated)

Series	ISIN	Tenor/ period of maturity (Days)	Coupon (p.a.) in %	Date of allotment	Amount outstanding (including accrued interest)*	Redemption / Maturity Date	Credit Rating	Description	Security
								redeemable debentures	
Series X	INE532F07GI0	3652	10.49	October 24, 2024	168.15	October 24, 2034	Crisil A+/Stable	Secured, rated, listed, non-convertible redeemable debentures	
Series XI	INE532F07GL4	3652	11.00	October 24, 2024	70.41	October 24, 2034	Crisil A+/Stable	Secured, rated, listed, non-convertible redeemable debentures	
Series IX	INE532F07GH2	1826	10.50	October 24, 2024	18.06	October 24, 2029	Crisil A+/Stable	Secured, rated, listed, non-convertible redeemable debentures	
Series XII	INE532F07GM2	3652	11.00	October 24, 2024	19.22	October 24, 2034	Crisil A+/Stable	Secured, rated, listed, non-convertible redeemable debentures	

Note: debentures are fully secured by pari passu charge over present and future receivables, investments and other assets of the Company excluding the receivables which are charged with other lenders, trustees or creditors.

** Includes adjustment on account of EIR.*

14. Secured, redeemable non-convertible debentures (public issue):

Our Company has issued secured redeemable non-convertible debenture of face value of ₹ 1,000 through public issue of which ₹ 1,839.89 million is outstanding (including accrued interest) as on March 31, 2026, the details of which are set forth below:

(₹ in million, unless otherwise stated)

Series	ISIN	Tenor/ period of maturity (Days)	Coupon (p.a.) in %	Date of allotment	Amount outstanding (including accrued interest)*	Redemption / Maturity Date	Credit Rating	Description	Security
Series I	INE532F07GO8	730	9.50	January 24, 2025	127.68	January 24, 2027	Crisil A+/Stable	Secured, rated, listed, non-convertible redeemable debentures	Please refer to the note below.

(₹ in million, unless otherwise stated)

Series	ISIN	Tenor/ period of maturity (Days)	Coupon (p.a.) in %	Date of allotment	Amount outstanding (including accrued interest)*	Redemption / Maturity Date	Credit Rating	Description	Security
Series II	INE532F07GP5	730	NA	January 24, 2025	43.25	January 24, 2027	Crisil A+/Stable	Secured, rated, listed, non-convertible redeemable debentures	
Series III	INE532F07GQ3	1095	9.57	January 24, 2025	319.72	January 24, 2028	Crisil A+/Stable	Secured, rated, listed, non-convertible redeemable debentures	
Series IV	INE532F07GZ4	1095	10.00	January 24, 2025	308.83	January 24, 2028	Crisil A+/Stable	Secured, rated, listed, non-convertible redeemable debentures	
Series V	INE532F07GY7	1095	NA	January 24, 2025	116.27	January 24, 2028	Crisil A+/Stable	Secured, rated, listed, non-convertible redeemable debentures	
Series VI	INE532F07GX9	1826	10.04	January 24, 2025	317.16	January 24, 2030	Crisil A+/Stable	Secured, rated, listed, non-convertible redeemable debentures	
Series VII	INE532F07GW1	1826	10.50	January 24, 2025	184.95	January 24, 2030	Crisil A+/Stable	Secured, rated, listed, non-convertible redeemable debentures	
Series VIII	INE532F07GV3	1826	NA.	January 24, 2025	46.44	January 24, 2030	Crisil A+/Stable	Secured, rated, listed, non-convertible redeemable debentures	
Series IX	INE532F07GU5	1826	10.50	January 24, 2025	42.95	January 24, 2030	Crisil A+/Stable	Secured, rated, listed, non-convertible redeemable debentures	
Series X	INE532F07GT7	3652	10.49	January 24, 2025	242.70	January 24, 2035	Crisil A+/Stable	Secured, rated, listed, non-convertible	

(₹ in million, unless otherwise stated)

Series	ISIN	Tenor/ period of maturity (Days)	Coupon (p.a.) in %	Date of allotment	Amount outstanding (including accrued interest)*	Redemption / Maturity Date	Credit Rating	Description	Security
								redeemable debentures	
Series XI	INE532F07GR1	3652	11.00	January 24, 2025	69.65	January 24, 2035	Crisil A+/Stable	Secured, rated, listed, non-convertible redeemable debentures	
Series XII	INE532F07GS9	3652	11.00	January 24, 2025	20.29	January 24, 2035	Crisil A+/Stable	Secured, rated, listed, non-convertible redeemable debentures	

Note: Above debentures are fully secured by pari passu charge over present and future receivables, investments and other assets of the Company excluding the receivables which are charged with other lenders, trustees or creditors.

** Includes adjustment on account of EIR.*

15. Secured, redeemable non-convertible debentures (public issue):

Our Company has issued secured redeemable non-convertible debenture of face value of ₹ 1,000 through public issue of which ₹ 1,947.99 million is outstanding (including accrued interest) as on March 31, 2026, the details of which are set forth below:

(₹ in million, unless otherwise stated)

Series	ISIN	Tenor/ period of maturity (Days)	Coupon (p.a.) in %	Date of allotment	Amount outstanding (including accrued interest)*	Redemption / Maturity Date	Credit Rating	Description	Security
Series I	INE532F07HA5	730	9.50	April 30, 2025	143.60	April 30, 2027	Crisil A+/Stable	Secured, rated, listed, non-convertible redeemable debentures	Please refer to the note below.
Series II	INE532F07HK4	730	NA	April 30, 2025	36.47	April 30, 2027	Crisil A+/Stable	Secured, rated, listed, non-convertible redeemable debentures	
Series III	INE532F07HJ6	1096	9.57	April 30, 2025	318.84	April 30, 2028	Crisil A+/Stable	Secured, rated, listed, non-convertible	

(₹ in million, unless otherwise stated)

Series	ISIN	Tenor/ period of maturity (Days)	Coupon (p.a.) in %	Date of allotment	Amount outstanding (including accrued interest)*	Redemption / Maturity Date	Credit Rating	Description	Security
								redeemable debentures	
Series IV	INE532F07HI8	1096	10.00	April 30, 2025	378.93	April 30, 2028	Crisil A+/Stable	Secured, rated, listed, non-convertible redeemable debentures	
Series V	INE532F07HH0	1096	N.A.	April 30, 2025	123.46	April 30, 2028	Crisil A+/Stable	Secured, rated, listed, non-convertible redeemable debentures	
Series VI	INE532F07HL2	1826	10.04	April 30, 2025	296.32	April 30, 2030	Crisil A+/Stable	Secured, rated, listed, non-convertible redeemable debentures	
Series VII	INE532F07HF4	1826	10.50	April 30, 2025	176.45	April 30, 2030	Crisil A+/Stable	Secured, rated, listed, non-convertible redeemable debentures	
Series VIII	INE532F07HE7	1826	N.A.	April 30, 2025	40.53	April 30, 2030	Crisil A+/Stable	Secured, rated, listed, non-convertible redeemable debentures	
Series IX	INE532F07HD9	1826	10.50	April 30, 2025	60.45	April 30, 2030	Crisil A+/Stable	Secured, rated, listed, non-convertible redeemable debentures	
Series X	INE532F07HG2	3652	10.49	April 30, 2025	268.85	April 30, 2035	Crisil A+/Stable	Secured, rated, listed, non-convertible redeemable debentures	
Series XI	INE532F07HB3	3652	11.00	April 30, 2025	62.85	April 30, 2035	Crisil A+/Stable	Secured, rated, listed, non-convertible redeemable debentures	

(₹ in million, unless otherwise stated)

Series	ISIN	Tenor/ period of maturity (Days)	Coupon (p.a.) in %	Date of allotment	Amount outstanding (including accrued interest)*	Redemption / Maturity Date	Credit Rating	Description	Security
Series XII	INE532F07HC1	3652	11.00	April 30, 2025	41.24	April 30, 2035	Crisil A+/Stable	Secured, rated, listed, non-convertible redeemable debentures	

Note: Above debentures are fully secured by pari passu charge over present and future receivables, investments and other assets of the Company excluding the receivables which are charged with other lenders, trustees or creditors.

** Includes adjustment on account of EIR.*

16. Secured, redeemable non-convertible debentures (public issue):

Our Company has issued secured redeemable non-convertible debenture of face value of ₹ 1,000 through public issue of which ₹ 2,949.94 million is outstanding (including accrued interest) as on March 31, 2026, the details of which are set forth below:

(₹ in million, unless otherwise stated)

Series	ISIN	Tenor/ period of maturity (Days)	Coupon (p.a.) in %	Date of allotment	Amount outstanding (including accrued interest)*	Redemption / Maturity Date	Credit Rating	Description	Security
Series I	INE532F07HM0	730	9.00	July 24, 2025	327.49	July 24, 2027	Crisil A+/Stable	Secured, rated, listed, non-convertible redeemable debentures	Please refer to the note below.
Series II	INE532F07HT5	730	N.A.	July 24, 2025	48.21	July 24, 2027	Crisil A+/Stable	Secured, rated, listed, non-convertible redeemable debentures	
Series III	INE532F07HX7	1096	9.35	July 24, 2025	433.50	July 24, 2028	Crisil A+/Stable	Secured, rated, listed, non-convertible redeemable debentures	
Series IV	INE532F07HN8	1096	9.75	July 24, 2025	756.84	July 24, 2028	Crisil A+/Stable	Secured, rated, listed, non-convertible redeemable debentures	

(₹ in million, unless otherwise stated)

Series	ISIN	Tenor/ period of maturity (Days)	Coupon (p.a.) in %	Date of allotment	Amount outstanding (including accrued interest)*	Redemption / Maturity Date	Credit Rating	Description	Security
Series V	INE532F07HO6	1096	N.A.	July 24, 2025	175.99	July 24, 2028	Crisil A+/Stable	Secured, rated, listed, non-convertible redeemable debentures	
Series VI	INE532F07HV1	1826	9.80	July 24, 2025	356.13	July 24, 2030	Crisil A+/Stable	Secured, rated, listed, non-convertible redeemable debentures	
Series VII	INE532F07HU3	1826	10.25	July 24, 2025	326.03	July 24, 2030	Crisil A+/Stable	Secured, rated, listed, non-convertible redeemable debentures	
Series VIII	INE532F07HS7	1826	N.A.	July 24, 2025	112.60	July 24, 2030	Crisil A+/Stable	Secured, rated, listed, non-convertible redeemable debentures	
Series IX	INE532F07HW9	1826	10.25	July 24, 2025	58.47	July 24, 2030	Crisil A+/Stable	Secured, rated, listed, non-convertible redeemable debentures	
Series X	INE532F07HQ1	3652	10.03	July 24, 2025	218.28	July 24, 2035	Crisil A+/Stable	Secured, rated, listed, non-convertible redeemable debentures	
Series XI	INE532F07HR9	3652	10.50	July 24, 2025	115.94	July 24, 2035	Crisil A+/Stable	Secured, rated, listed, non-convertible redeemable debentures	
Series XII	INE532F07HP3	3652	10.50	July 24, 2025	20.46	July 24, 2035	Crisil A+/Stable	Secured, rated, listed, non-convertible redeemable debentures	

Above debentures are fully secured by pari passu charge over present and future receivables, investments and other assets of the Company excluding the receivables which are charged with other lenders, trustees or creditors.

** Includes adjustment on account of EIR.*

17. Secured, redeemable non-convertible debentures (public issue):

Our Company has issued secured redeemable non-convertible debenture of face value of ₹ 1,000 through public issue of which ₹ 2,684.97 million is outstanding (including accrued interest) as on March 31, 2026, the details of which are set forth below:

(₹ in million, unless otherwise stated)

Series	ISIN	Tenor/ period of maturity (Days)	Coupon (p.a.) in %	Date of allotment	Amount outstanding (including accrued interest)*	Redemption / Maturity Date	Credit Rating	Description	Security
Series I	INE532F07IC9	730	9.00	October 07, 2025	174.59	October 07, 2027	Crisil A+/Stable	Secured, rated, listed, non-convertible redeemable debentures	Please refer to the note below.
Series II	INE532F07HZ2	730	N.A.	October 07, 2025	60.39	October 07, 2027	Crisil A+/Stable	Secured, rated, listed, non-convertible redeemable debentures	
Series III	INE532F07IA3	1096	9.12	October 07, 2025	528.32	October 07, 2028	Crisil A+/Stable	Secured, rated, listed, non-convertible redeemable debentures	
Series IV	INE532F07IB1	1096	9.50	October 07, 2025	360.53	October 07, 2028	Crisil A+/Stable	Secured, rated, listed, non-convertible redeemable debentures	
Series V	INE532F07IG0	1096	N.A.	October 07, 2025	100.23	October 07, 2028	Crisil A+/Stable	Secured, rated, listed, non-convertible redeemable debentures	
Series VI	INE532F07ID7	1826	9.58	October 07, 2025	642.11	October 07, 2030	Crisil A+/Stable	Secured, rated, listed, non-convertible redeemable debentures	
Series VII	INE532F07HY5	1826	10.00	October 07, 2025	273.62	October 07, 2030	Crisil A+/Stable	Secured, rated, listed, non-convertible redeemable debentures	

(₹ in million, unless otherwise stated)

Series	ISIN	Tenor/ period of maturity (Days)	Coupon (p.a.) in %	Date of allotment	Amount outstanding (including accrued interest)*	Redemption / Maturity Date	Credit Rating	Description	Security
Series VIII	INE532F07IH8	1826	N.A.	October 07, 2025	73.86	October 07, 2030	Crisil A+/Stable	Secured, rated, listed, non-convertible redeemable debentures	
Series IX	INE532F07IE5	3652	9.80	October 07, 2025	365.75	October 07, 2035	Crisil A+/Stable	Secured, rated, listed, non-convertible redeemable debentures	
Series X	INE532F07IF2	3652	10.25	October 07, 2025	105.57	October 07, 2035	Crisil A+/Stable	Secured, rated, listed, non-convertible redeemable debentures	

Above debentures are fully secured by pari passu charge over present and future receivables, investments and other assets of the Company excluding the receivables which are charged with other lenders, trustees or creditors.

** Includes adjustment on account of EIR.*

18. Secured, redeemable non-convertible debentures (public issue):

Our Company has issued secured redeemable non-convertible debenture of face value of ₹ 1,000 through public issue of which ₹ 2,370.67 million is outstanding (including accrued interest) as on March 31, 2026, the details of which are set forth below:

(₹ in million, unless otherwise stated)

Series	ISIN	Tenor/ period of maturity (Days)	Coupon (p.a.) in %	Date of allotment	Amount outstanding (including accrued interest)*	Redemption / Maturity Date	Credit Rating	Description	Security
Series I	INE532F07IM8	730	8.85	December 12, 2025	120.79	December 12, 2027	Crisil A+/Stable	Secured, rated, listed, non-convertible redeemable debentures	Please refer to the note below.
Series II	INE532F07IO4	730	N.A.	December 12, 2025	41.93	December 12, 2027	Crisil A+/Stable	Secured, rated, listed, non-convertible redeemable debentures	

(₹ in million, unless otherwise stated)

Series	ISIN	Tenor/ period of maturity (Days)	Coupon (p.a.) in %	Date of allotment	Amount outstanding (including accrued interest)*	Redemption / Maturity Date	Credit Rating	Description	Security
Series III	INE532F07IL0	1096	9.03	December 12, 2025	581.05	December 12, 2028	Crisil A+/Stable	Secured, rated, listed, non-convertible redeemable debentures	
Series IV	INE532F07IQ9	1096	9.40	December 12, 2025	588.27	December 12, 2028	Crisil A+/Stable	Secured, rated, listed, non-convertible redeemable debentures	
Series V	INE532F07IN6	1096	N.A.	December 12, 2025	124.65	December 12, 2028	Crisil A+/Stable	Secured, rated, listed, non-convertible redeemable debentures	
Series VI	INE532F07IP1	1826	9.44	December 12, 2025	283.65	December 12, 2030	Crisil A+/Stable	Secured, rated, listed, non-convertible redeemable debentures	
Series VII	INE532F07IR7	1826	9.85	December 12, 2025	272.46	December 12, 2030	Crisil A+/Stable	Secured, rated, listed, non-convertible redeemable debentures	
Series VIII	INE532F07II6	1826	N.A.	December 12, 2025	75.89	December 12, 2030	Crisil A+/Stable	Secured, rated, listed, non-convertible redeemable debentures	
Series IX	INE532F07IJ4	3652	9.67	December 12, 2025	197.07	December 12, 2035	Crisil A+/Stable	Secured, rated, listed, non-convertible redeemable debentures	
Series X	INE532F07IK2	3652	10.10	December 12, 2025	84.91	December 12, 2035	Crisil A+/Stable	Secured, rated, listed, non-convertible redeemable debentures	

Above debentures are fully secured by pari passu charge over present and future receivables, investments and other assets of the Company excluding the receivables which are charged with other lenders, trustees or creditors.

** Includes adjustment on account of EIR.*

19. Secured, redeemable, non-convertible debentures (public issue):

Our Company has issued secured, redeemable, non-convertible market linked debentures of face value of ₹ 1,000 through public issue of which ₹ 3,019.07 million is outstanding (including accrued interest) as on March 31, 2026, the details of which are set forth below:

(₹ in million, unless otherwise stated)

Series	ISIN	Tenor/ period of maturity (Days)	Coupon (p.a.) in %	Date of allotment	Amount outstanding (including accrued interest)*	Redemption / Maturity Date	Credit Rating	Description	Security
Series I	INE532F07IT3	731	8.65%	March 18, 2026	141.70	March 18, 2028	Crisil A+/Stable	Secured, rated, listed, non-convertible redeemable debentures	Please refer to the note below.
Series II	INE532F07JC7	731	NA	March 18, 2026	59.04	March 18, 2028	Crisil A+/Stable	Secured, rated, listed, non-convertible redeemable debentures	
Series III	INE532F07IY3	1096	8.80%	March 18, 2026	423.18	March 18, 2029	Crisil A+/Stable	Secured, rated, listed, non-convertible redeemable debentures	
Series IV	INE532F07IZ0	1096	9.15%	March 18, 2026	456.06	March 18, 2029	Crisil A+/Stable	Secured, rated, listed, non-convertible redeemable debentures	
Series V	INE532F07IW7	1096	NA	March 18, 2026	165.73	March 18, 2029	Crisil A+/Stable	Secured, rated, listed, non-convertible redeemable debentures	
Series VI	INE532F07IV9	1826	9.21%	March 18, 2026	558.30	March 18, 2031	Crisil A+/Stable	Secured, rated, listed, non-convertible redeemable debentures	
Series VII	INE532F07IU1	1826	9.60%	March 18, 2026	266.04	March 18, 2031	Crisil A+/Stable	Secured, rated, listed, non-convertible redeemable debentures	

(₹ in million, unless otherwise stated)

Series	ISIN	Tenor/ period of maturity (Days)	Coupon (p.a.) in %	Date of allotment	Amount outstanding (including accrued interest)*	Redemption / Maturity Date	Credit Rating	Description	Security
Series VIII	INE532F07IX5	1826	NA	March 18, 2026	97.90	March 18, 2031	Crisil A+/Stable	Secured, rated, listed, non-convertible redeemable debentures	
Series IX	INE532F07JA1	3653	9.58%	March 18, 2026	686.54	March 18, 2036	Crisil A+/Stable	Secured, rated, listed, non-convertible redeemable debentures	
Series X	INE532F07JB9	3653	10.00%	March 18, 2026	164.58	March 18, 2036	Crisil A+/Stable	Secured, rated, listed, non-convertible redeemable debentures	

Note: Above debentures are fully secured by pari passu charge over present and future receivables, investments and other assets of the Company excluding the receivables which are charged with other lenders, trustees or creditors.

** Includes adjustment on account of EIR.*

20. Secured, redeemable, rated, listed, non-convertible market linked debentures (private placement)*:

Our Company has issued secured, redeemable, rated, listed non-convertible market linked debentures on a private placement basis of which ₹ 989.54 million is outstanding (including accrued interest) as on March 31, 2026, the details of which are set forth below:

(₹ in million, unless otherwise stated)

Sr. No.	Series of non-convertible debentures	ISIN	Tenor/ Period of Maturity (Days)	Coupon (p.a.) in %	Date of Allotment	Issue Amount	Amount outstanding*	Redemption/ Maturity Date	Credit Rating	Description	Security
1.	A7J402A	INE532F07GN0	912	10.20	October 28,2024	500.00	505.61	April 28, 2027	Crisil A+/Stable	Secured, redeemable, rated, listed, non-convertible debentures	Please refer to the note below.
2.	A7J402A	INE532F07IS5	1096	9.50	February13,2026	500.00	483.93	February 12, 2029	Crisil A+/Stable	Secured, redeemable, rated, listed, non-convertible debentures	Please refer to the note below.

Note: Above debentures are fully secured by pari passu charge over present and future receivables, investments and other assets of the Company excluding the receivables which are charged with other lenders, trustees or creditors.

The amount of corporate guarantee or letter of comfort issued by the Issuer along with name of the counterparty (like name of the subsidiary, JV entity, group company, etc.) on behalf of whom it has been issued, contingent liability including DSRA guarantees/ any put option etc:
Corporate Guarantee:

As on March 31, 2026, the details of the outstanding corporate guarantees amounting to ₹ 18,725.30 million issued by the Company are as under:

(₹ in million, unless otherwise stated)

Sr. No.	Company name	Nature of Counterparty	Nature of facility	Amount sanctioned	Amount outstanding
1	Ecap Equities Limited	Subsidiary	MLDs	5,000.00	2,142.60
2	ECL Finance Limited	Subsidiary	Banking facility	1,100.00	495.80
3	Edelweiss Asset Reconstruction Company Limited	Subsidiary	MLDs, NCDs and Banking facility	25,700.00	2,730.80
4	Edel Finance Company Limited	Subsidiary	MLDs and NCDs	12,000.00	10,197.10
5	NIDO Home Finance Limited	Subsidiary	Banking facility	4,000.00	879.90
6.	Edelweiss Rural & Corporate Services Limited	Subsidiary	NCDs	1,900.00	1,258.10
7.	Edelcap Securities Limited	Subsidiary	NCDs	2,000.00	1,021.00
Total				**51,700.00**	**18,725.30**

Letter of Comfort:

List of Letter of Comfort ("**LOCs**") issued by the Company as on March 31, 2026:

(₹ in million, unless otherwise stated)

Sr No	Beneficiary Entity	Nature of Beneficiary Entity	Type	Counterparty	Product	Sanctioned/ Issued	Utilised
1.	Nido Home Finance Limited	Subsidiary	LOC	Canara Bank	Term Loan	3,500.00	1,650.00
2.	ECL Finance Limited	Subsidiary	LOC	Axis Trustee Services Limited	Term Loan	6,000.00	2,846.20
3.	ECL Finance Limited	Subsidiary	LOC	Indian Overseas Bank	Term Loan	2000.00	1700.00
4.	ECL Finance Limited	Subsidiary	LOC	Canara Bank	Term Loan	500.00	450.00
5.	ECL Finance Limited#	Subsidiary	LOC	Central Bank of India	Term Loan	1000.00	1000.00
6.	Nido Home Finance Limited	Subsidiary	LOC	Indian Overseas Bank	Term Loan	1,500.00	1,166.70
7.	Nido Home Finance Limited*	Subsidiary	LOC	State Bank of India (lead bank of the security trustee arrangement)	Term Loan	4,650.00	2,706.80
8.	ECap Equities Limited	Subsidiary	LOC	Edelweiss Employee's Incentive and Welfare Trust	Term Loan	1000.00	4,960.00
		Subsidiary	LOC	Edelweiss Employees Welfare Trust	Term Loan	5000.00	
9.	Nido Home Finance Limited	Subsidiary	LOC	Maanaveeya Development & Finance Pvt Ltd	Term Loan	500.00	363.70
10.	Nido Home Finance Limited	Subsidiary	LOC	Indian Overseas Bank	Term Loan	1,500.00	300.00
11.	Nido Home Finance Limited	Subsidiary	LOC	Bank of Maharashtra	Term Loan	300.00	285.00

**The amount considered for the term loan is the issued amount.*
*# Pursuant to the approval by the NCLT on September 12, 2025 and the ROC on September 30, 2025, the scheme of merger between Edelweiss Retail Finance Limited ("**ERFL**") with ECL Finance Limited ("**ECLF**") has been effective. Accordingly, the information above has been disclosed on a consolidated basis.*

Details of commercial paper issuances undertaken by the Company as on March 31, 2026:

Sr. No.	ISIN	Tenor/ Period of Maturity (Days)	Coupon (p.a.) in %	Date of Allotment	Amount outstanding (₹ million)	Redemption/ Maturity Date	Credit Rating	Description	Security	IPA	Credit Rating Agency
1	INE532F14A49	41 Days	9.50%	February 24,2026	519.33	April 06, 2026	Crisil A1+ / Infomerics A1+	Unlisted	NA	ICICI Bank	Crisil / INFM

List of top 10 holders of Non-Convertible Debentures as on March 31, 2026 (on cumulative basis):

Sr. No.	Name	Amount	Category	Face Value Per NCD (₹)	Holding As a % Of Total NCD Outstanding
1.	Edelweiss Life Insurance Company Limited	₹ 3,49,75,96,000	Corporate	₹ 1,000	8.80 %
2.	The Kangra Central Co - operative Bank Limited	₹ 1,00,00,00,000	Corporate	₹ 1,00,000	2.52 %
3.	Zuno General Insurance Limited	₹ 36,35,80,000	Corporate	₹ 1,000	0.92 %
4.	Nuvama Wealth Finance Limited	₹ 29,87,68,000	Corporate	₹ 1,000	0.75 %
5.	M J Biopharm Private Limited	₹ 16,75,00,000	Corporate	₹ 1,000	0.42 %
6.	Edelweiss Investment Adviser Limited	₹ 13,64,67,000	Corporate	₹ 1,000	0.34 %
7.	Mr. Naresh Kumar Bhargava	₹ 11,31,00,000	Public	₹ 1,000	0.28 %
8.	Speed O Controls Private Limited	₹ 11,05,32 000	Corporate	₹ 1,000	0.28 %
9.	Mr. Rajeev Gandotra	₹11,00,00,000	Public	₹ 1,000	0.28 %
10.	Gujarat Ambuja Exports Limited	₹10,00,00,000	Corporate	₹ 1,000	0.25 %
	DJ Infraspace LLP		Corporate	₹ 1,000	0.25 %
	Mr. Mahesh Baldwa		Public	₹ 1,000	0.25 %

Inter-Corporate Deposits:

Our Company has not borrowed any amount by way of inter-corporate deposits as on March 31, 2026.

Inter-Corporate Loans:

Our Company has not borrowed any amount by way of availing inter-corporate loans as on March 31, 2026.

Loan from Directors and Relatives of Directors:

Our Company has not raised any loan from Directors and relatives of Directors as on March 31, 2026.

Covenants under our Financing Arrangements:

Our financing agreements include various conditions and covenants restricting certain corporate actions and our

Company is required to take the prior approval of the debenture trustee before carrying out such activities.

For instance, our Company, inter-alia, is required to obtain the prior written consent in the following instances:

a) Effect any change in control of our Company.

b) Permit any transfer of the controlling interest or make any drastic change in the management set-up.

c) Change or in any way alter the capital structure.

d) Implement a new scheme of expansion or take up an allied line of business or manufacture.

e) Effect any scheme of amalgamation or reconstruction.

f) to amend the constituent documents of certain companies of our Company.

Penalty: Upon any delay in allotment, unblocking, listing, dematerialized credit, execution of the debenture trust deed, payment of interest, redemption of principal amount beyond the time limits prescribed under applicable statutory and/or regulatory requirements, the Company shall pay default interest at the stipulated rates as per Applicable Law.

Events of Default: An indicative list of events of default include:

a) Default in redemption of NCDs,

b) Default in payment of interest/principal amount,

c) Default in performance of covenants and conditions,

d) Proceedings against Company,

e) Liquidation or dissolution of Company,

as may be further supplemented, amended, modified in accordance with the "*Terms of the Issue – Events of Default*" on page 346.

Details of defaults and/or delay in payment of interest and principal of any kind of term loan, debt securities, commercial paper (including technical delay) and other financial indebtedness including corporate guarantee or letters of comfort issued by the Issuer, in the preceding three years and current financial year.

As on the date of this Draft Prospectus, there has been no rescheduling, default and/or delay in payment of principal or interest on any existing term loan, debt security(ies), commercial papers (including technical delay) or any other financial indebtedness including corporate guarantee or letters of comfort issued by the Issuer in the preceding three years and current financial year.

Details of the bank fund based facilities/ the rest of the borrowing (if any including hybrid debt like foreign currency convertible bonds (FCCB), optionally convertible debentures / preference shares) from financial institutions or financial creditors.

Nil

Details of any outstanding borrowing taken/ debt securities issued where taken / issued (i) for consideration other than cash, whether in whole or part, (ii) at a premium or discount, or (iii) in pursuance of an option.

Nil

Details of any other contingent liabilities of the Issuer, based on the latest audited financial statements including amount and nature of liability.

As at March 31, 2026, our contingent liabilities on a standalone basis not provided for, as per Ind AS 37 issued by MCA, were amounting to ₹ 439.01 million, (which included taxation matters in respect of which appeal is pending amounting to ₹ 430.75 million, litigation pending against the Issuer amounting to ₹ 8.26 million).

As at March 31, 2026 our contingent liabilities on a consolidated basis not provided for, as per Ind AS 37 issued by MCA, were amounting to ₹ 2,137.23 million (which included taxation matters in respect of which appeal is pending amounting to ₹ 1,894.70 million, litigation pending against group amounting to ₹ 232.46 million).

For more details of contingent liability as at March 31, 2026 as per Ind AS 37, see "*Financial Information*" on page 239.

SECTION VI – LEGAL AND OTHER INFORMATION

OUTSTANDING LITIGATIONS

The Issuer, Directors, Promoters, Subsidiaries and our group companies are subjected to various legal proceedings from time to time, mostly arising in the ordinary course of its business. The legal proceedings are initiated by us and also by customers and other parties. These legal proceedings are primarily in the nature of: (a) arbitration petitions (b) civil suits (c) criminal complaints, (d) consumer complaints, (e) tax matters; and (f) petitions pending before appellate authorities. We believe that the number of proceedings in which we are involved in is not unusual for a company of our size in the context of doing business in India. Except as disclosed below, there is no outstanding litigation involving the Issuer, Subsidiaries, Promoters, Directors and group companies or any other person that would have a material adverse effect on our operations or financial position which may affect the Issue or the investor's decision to invest in the Issue.

The Debenture Fund Raising Committee has set a materiality threshold for disclosure of events or information in relation to the Issue encompassing all pending litigation involving the Issuer, Promoter, Directors, Subsidiaries and group companies, other than criminal proceedings, and regulatory proceedings (which would be disclosed in a consolidated manner), as 'material' for the purposes of disclosure in this Draft Prospectus if: (i) the monetary amount of claim by or against the entity or person in any such pending litigation is in excess of an amount of ₹ 290 million ("**Materiality Threshold**"), or (ii) any such litigation or regulatory action the outcome of which has a bearing on the business, operations, prospects or reputation of the Issuer, irrespective of the amount involved in such litigation. The Materiality Threshold shall only be applicable to the disclosures required to be made in connection with this Issue in this Draft Prospectus in connection with all pending litigation involving the Issuer, Promoter, Directors, Subsidiaries and group companies, (other than criminal proceedings, and regulatory proceedings) and shall not be applicable to any other disclosure or issuance or any other purpose, in any manner whatsoever.

It is clarified that for the purposes of the above, pre-litigation notices received by the Issuer, Directors, our Promoters, Subsidiaries or our group companies shall, unless otherwise decided by our Board of Directors/Debenture Fund Raising Committee, not be considered as litigation until such time that the Issuer, Directors, Promoter, Subsidiaries and/or group companies, as the case maybe, is impleaded as a defendant in litigation proceedings before any judicial forum.

Except as disclosed below, there are no pending proceedings pertaining to:

(a) Litigations involving the Issuer, Subsidiaries, Promoter, Directors, group companies, or any other person, whose outcome could have a material adverse effect on the financial position of the Issuer which may affect the Issue or the investor's decision to invest/ continue to invest in the NCDs;

(b) any default and non-payment of statutory dues by the Issuer for the preceding three financial years and current financial years;

(c) any litigation or legal action pending or taken by a Government department or a statutory body or regulatory body against the Promoters during the three years immediately preceding the year of the issue of this Draft Prospectus;

(d) the details of acts of material frauds committed against the Issuer in the preceding three financial years and current financial year, if any, and if so, the action taken by the Issuer;

(e) there are no failures or defaults to meet statutory dues, institutional dues and dues towards instrument holders including holders of debentures, fixed deposits and arrears on cumulative preference shares, etc.,

by the Issuer;

(f) pending proceedings initiated against the Issuer for economic offences; and

(g) inquiries, inspections or investigations initiated or conducted under the securities laws or Companies Act, 2013, or any previous companies law including where there were any prosecutions filed (whether pending or not) and fines imposed or offences compounded of the Issuer in the three years immediately preceding the year of issue of this Draft Prospectus against the Issuer and our Subsidiaries fines imposed on or compounding of offences done by the Issuer and our Subsidiaries in the last three years immediately preceding the year of issue of this Draft Prospectus.

(h) any material event/ development or change having implications on the financials/credit quality (e.g. any material regulatory proceedings against the Issuer/Promoters, litigations resulting in material liabilities, corporate restructuring event etc.) which may affect the issue or the investor's decision to invest/ continue to invest in the NCDs.

1. Criminal litigations, material civil litigations and all regulatory actions involving the Issuer

As on the date of this Draft Prospectus, following are material civil litigations involving the Issuer:

Civil Litigation

By the Issuer

(a) The Issuer has filed a suit for defamation, injunction and damages **("Suit")** against Bennett Coleman & Company Limited & Anr **("Defendants")** before the Hon'ble High Court of Bombay, seeking, *inter alia*, an interim and permanent injunction restraining the Defendants from publishing defamatory content against the Issuer and the Group. The Issuer has also sought damages of ₹ 1,000 million from the Defendants for losses arising from reputational harm and damage to the goodwill of the Issuer caused by the publication of the defamatory contents. The matter is currently pending.

(b) The Issuer has filed a suit for defamation, injunction and damages against Furquan Moharkan and others ("**Defendants**"), bearing civil suit no. 35184 of 2022, filed on November 11, 2022 ("**Suit**") before the Hon'ble High Court of Bombay. The Suit has been filed seeking *inter alia*, interim and permanent injunctions restraining the Defendants from publishing, circulating or otherwise disseminating allegedly false, defamatory and malicious statements and/or innuendo against the Issuer and one of its directors through certain articles. An interim application bearing IA No. 35185 of 2022 has been filed in the Suit seeking ad-interim and interim injunctive reliefs. The Suit and the interim application are currently pending.

(c) The Issuer has filed a petition under Section 11 of the Arbitration and Conciliation Act, 1996 against Percept Finserve Private Limited and others in relation to breach of a share purchase agreement before the Hon'ble Bombay High Court seeking appointment of an arbitrator. Pursuant to an order dated March 9, 2026, the Hon'ble Bombay High Court appointed an arbitrator, following which the Issuer has filed its Statement of Claim pertaining to the claim against Percept Finserve Private Limited amounting to ₹ 1,250 million along with the accrued interest. Percept Finserve Private Limited and others have challenged the aforesaid order before the before the Hon'ble Supreme Court by way of a special leave petition dated Apri bearing dairy number 19883/2026 which is currently pending.

Against the Issuer

NIL

Criminal Litigation

By the Issuer

The Issuer filed a suit for defamation, injunction and damages **("Suit")** against Palak Shah & Ors. **("Defendants")** before the Hon'ble High Court of Bombay inter alia, seeking directions to pass an interim and permanent injunction restraining the Defendants from continuing their illegal, mala fide and motivated conduct of making baseless and defamatory allegations and/or innuendo against the Issuer and its director by way of publication of certain articles. The Issuer has also sought damages of ₹ 1,000 million in the Suit due to, inter alia, loss arising from damage to the goodwill of the Issuer due to the conduct of the Defendants. The Issuer also submitted a criminal complaint **("Complaint")** against the Defendants before the Bandra Kurla Complex police station on July 20, 2024, for initiation of criminal proceedings against the Defendants, in connection with the publication of articles and other acts of the Defendants, and the matters are currently pending.

Against the Issuer

Ecstasy Realty Private Limited (a debtor of EARC) ("**Ecstasy**") had filed a complaint before the Economic Offences Wing ("**EoW**") of the Mumbai Police Department on December 26, 2023 and subsequently, a first information report dated February 8, 2025 (FIR No. 0154 of 2025) was registered at Amboli Police Station, Mumbai, under various sections of the Indian Penal Code, 1860, against the Issuer, ECL Finance Limited, EARC EAAA and other members of the Edelweiss group companies and certain directors and other key managerial personnel alleging inter-alia, breach of contractual obligations resulting in financial loss to Ecstasy. By way of a press statement dated March 16, 2025, the Issuer has refuted all allegations. A petition has been filed by the Issuer and its group entities before the Hon'ble Bombay High Court seeking quashing of the aforesaid first information report dated February 8 2025. In the interim, EOW has concluded the investigation filed a closure report before the court of Chief Judicial Magistrate, Esplanade, Mumbai. The matter is currently pending.

2. Regulatory Proceedings involving the Issuer

(a) Other matters against the Issuer

A. The Issuer received a letter dated February 9, 2024 bearing reference number SEBI/HO/DDHS-SEC-1/P/OW/2024/5802/1 from SEBI (**"SEBI Letter"**) in connection with certain additional interest payments made to existing holders of the non-convertible debentures issued by the Issuer and certain group companies as well as the equity shareholders of the Issuer. The Issuer received a notice dated June 14, 2024 bearing reference number SEBI/HO/DDHS-SEC-1/P/OW/2024/19919/1, for summary settlement in the aforesaid matter under the SEBI (Settlement Proceedings) Regulations, 2018. The Issuer has filed the settlement application on July 11, 2024, along with the payment of processing fees for the settlement application and remitted the settlement amount of ₹ 9,75,000 (Indian Rupees Nine Lakh Seventy-Five Thousand). The settlement order is awaited.

B. The Issuer had received a letter dated February 9, 2024 bearing reference number SEBI/HO/DDHS-SEC-1/P/OW/2024/5821/1 from SEBI ("**SEBI Letter**") in connection with certain additional interest payments made to existing holders of the Non-convertible Debentures issued by the issuers, where EFSL has acted as Merchant Banker to the Issue. EFSL as Merchant Banker had received a Notice dated June 14, 2024 bearing reference

number SEBI/HO/DDHS-SEC-2/P/OW/2024/19915/1, for summary settlement in the aforesaid matter under the SEBI (Settlement Proceedings) Regulations, 2018. EFSL had filed the settlement application on July 18, 2024, along with the payment of processing fees for the settlement application and remitted the settlement amount of ₹ 9,75,000. The settlement order is awaited.

3. Litigation or all legal or regulatory actions involving our Promoter as on the date of this Draft Prospectus

(a) S & D Financials Private Limited ("**SDFL**"), a client of Nuvama Wealth Management Limited ("**NWML**") filed an application under Section 156(3) of the CrPC pursuant to which an FIR dated March 22, 2008 was registered under various sections of IPC against NWML and the Issuer's Directors and Promoters, Rashesh Chandrakant Shah and Venkatchalam A Ramaswamy and others. In the FIR, SDFL *inter alia* alleged Rashesh Shah and Venkatchalam A Ramaswamy and others of unauthorised trading, criminal breach of trust and cheating SDFL in future and options transactions amounting to ₹ 8.48 million. NWML *vide* a letter dated September 8, 2008, denied all the allegation against it and *inter alia* stated that there are arbitration proceedings initiated by NWML against SDFL for non-payment of monies which are currently pending.

NWML has not received any further communication from police thereafter. In May 2009, the arbitral tribunal passed an award in favor of NWML. SDFL thereafter challenged the Award under Section 34 of the Arbitration and Conciliation Act, 1996 bearing Application No. 379 of 2009 before the High Court of Calcutta which was subsequently dismissed by way of order dated July 18 2022.

(b) ECL Finance Limited, our Promoter, Rashesh Chandrakant Shah and other employees of ECL Finance Limited are in receipt of a complaint under various section of IPC filed by one Amir Ahmad ("**Complainant**"). The Complainant has alleged that ECL Finance Limited arbitrarily liquidated his 4383 equity shares of HDFC Bank Limited, pledged with ECL Finance Limited as Security for repayment of ESOP loan facility amounting to ₹ 5.74 million and unsecured loan facility amounting to ₹ 2.35 million availed by the Complainant. ECL Finance limited vide its letter dated January 12, 2021 replied to the said notice alongwith relevant documents denying the allegations made by the Complainant. Further, the others have filed their replies *vide* letter dated February 2, 2021. The investigation is currently pending.

(c) EARC acquired the debts of the borrower, namely, ND's Art World Private Limited along with its underlying securities, rights, interest and title from CFM Asset Reconstruction Private Limited ("**CFM ARC**") vide assignment agreement dated December 23, 2022. Various proceedings were instituted by CFM ARC under the SARFAESI Act, IBC and Section 138 of the Negotiable Instruments Act, 1881. The IBC petition was admitted by the National Company Law Tribunal ("**NCLT**"), Mumbai bench by way of its order dated July 25, 2023 initiating corporate insolvency resolution process ("**CIRP**") against ND's Art World Private Limited. Subsequently, late Mr. Nitin C. Desai (erstwhile managing director of ND's Art World Limited) filed an appeal in National Company Law Appellate Tribunal ("**NCLAT**"), Principal Bench, New Delhi on July 29, 2023. The said appeal was dismissed by Hon'ble NCLAT *vide* its order August 1, 2023. Thereafter, it was brought to our knowledge through media reports about the demise of late Mr. Nitin C. Desai on August 2, 2023. Thereafter Smt. Naina Nitin Desai, wife of late Mr. Nitin C. Desai filed an FIR on August 4, 2023, against 5 people including Rashesh Chandrakant Shah (Managing Director, EFSL), Raj Kumar Bansal (then Managing Director and Chief Executive Officer of EARC), Keyur Mehta (employee of Edelweiss Alternative Asset Advisor Limited), Smit Shah (then employee of ECL Finance Limited) and Jitendra Kothari (resolution professional appointed by the Hon'ble NCLT *vide*

order dated July 25, 2023). A petition under Section 482 of the CrPC, for quashing the abovementioned FIR was filed by the abovementioned individuals on August 07, 2023 before the Hon'ble Bombay High Court. The Hon'ble Bombay High Court *vide* its order dated August 11, 2023 had issued notices to all parties. Based on the order passed by the Judicial Magistrate First Class, Khalapur, on April 21, 2025, the proceedings initiated by way of the FIR bearing criminal case number 269/2023 (under sections 306 and 34 of the Indian Penal Code, 1860) was approved as filing of news without consent (A category).

(d) A first information report has been registered on a complaint filed by Mr. Pulin Dinesh Bole on behalf of Ecstasy Realty Private Limited ("**Complainant**") against certain Promoters of the Issuer and others on August 31, 2024. A petition has been filed before Hon'ble Bombay High Court seeking quashing of the said first information report. The matter is currently pending.

Separately, the Complainant has also filed a complaint before the 66th Metropolitan Magistrate Court at Andheri against certain Promoters, and other key-managerial personnel of the Issuer and certain subsidiaries including ECL Finance, EIAL and ERCSL, seeking directions to the police for registration of another FIR in respect of the connected subject matter. The said proceedings are currently pending. Further, certain perjury applications have been filed against the Complainant which are currently pending.

4. Material litigations involving our Directors as on the date of this Draft Prospectus

(a) Civil litigation

Other than as mentioned under "*Litigation or all legal or regulatory actions involving our Promoter as on the date of this Draft Prospectus*", there are no other civil proceedings against the Directors of EFSL.

(b) Criminal litigation

NIL.

5. Litigation involving Subsidiaries

(a) **Edelweiss Asset Reconstruction Company Limited ("EARC") and its Trust**

(i) Civil proceedings by EARC Trusts

1. IDFC First Bank Limited (Assignor bank and applicant in the original application) filed an application in DRT-Hyderabad against Coastal Projects Limited, and others for recovery of the debt amount from defaulter, Coastal Projects Limited amounting to ₹ 2,382.76 million. EARC has acquired the debts pertaining to Coastal Projects Limited from IDFC Bank Limited *vide* Assignment Agreement dated August 24, 2018 under EARC Trust SC 341. After assignment of debts, EARC, acting in its capacity of trustee has filed an application for impleadment as an applicant, in its capacity as assignee, in the original application ("**OA**") filed by IDFC Bank Limited in DRT Hyderabad, which was allowed by DRT-Hyderabad. Defendant's also filed their counter claim of about ₹ 2,390 million against the Assignor Bank on the ground that Bank, which was holding 3,385,939 shares of the defendant company in security, have liquidated at much lower price of about ₹ 670 million without any notice to the defendants. Defendants alleged that the liquidation is in violation of the provisions of the agreement executed between

the Bank and the Defendants and the Assignor bank ought to have realized ₹ 3,510 million upon liquidation of securities. Since the corporate debtor (i.e., Coastal Projects Limited) have undergone liquidation under the IBC, EARC, acting in its capacity of trustee, had filed an interim application for bringing on record the liquidator. The said interim application for bringing on record the liquidator has been allowed. On July 03, 2023, EARC Trusts made an interim application for secondary evidence. The matter is currently pending for hearing of the original application and the interim application.

2. EARC acting in its capacity as trustee of EARC Trust SC 384 filed a defamation suit bearing suit (L) No. 28851 of 2024 before the Bombay High Court against Mr. Shripal Morakhia (suspended promoter of Smaaash). By way of the suit, EARC sought relief in the form of an injunction against Mr. Shripal Morakhia from publishing defamatory articles and damages to the extent of ₹3000 million for the articles already published on online platforms. By way of an Interim order dated October 09, 2024, the Hon'ble Bombay High Court directed Mr. Shripal Morakhia to maintain status quo and refrain from publishing content on any online platform or address any communication to any statutory authority in relation to the subject matter of the suit.

(ii) Civil proceedings against EARC and EARC Trusts

Other than as mentioned below and under "Civil proceedings against ECL Finance", there are no other civil proceedings against EARC or EARC Trusts.

1. Winsome Yarns Limited, the Plaintiffs have filed a Civil Suit being No. 444 of 2020 before Civil Judge (Junior Division), Ludhiana against the State of Punjab and EARC inter alia for declaration that the assignment agreement dated December 10, 2015 executed between Punjab National Bank ("**PNB**") and EARC Trust SC 168 for the exposure of Winsome Yarns Ltd should not be relied upon by any legal forum. The purchase consideration of the assignment agreement executed between PNB and EARC Trust SC 168, is amounting to about ₹ 479.5 million. On February 13, 2020, EARC, acting in its capacity of trustee, filed its written statement and filed an application under order 7 Rule 10 of CPC for return of plaint consequent upon misjoinder of cause of actions. On February 24, 2020, the Plaintiffs filed its reply to said application. The matter is currently pending and there has been no further developments in the matter.

2. Winsome Yarns Limited, has filed a Petition being Miscellaneous Application No. 24 of 2020 before the Court of Chief Controlling Revenue Authority-cum-Financial Commissioner (Revenue) Punjab, Chandigarh ("**CCRA**") inter-alia praying for an order that EARC, in its capacity as Trustee be directed not to act upon the assignment agreement dated December 10, 2015 executed between PNB and EARC Trust for want of paying requisite stamp duty before any lawful authority including DRT/NCLT, Chandigarh etc. CCRA vide its interim order dated February 03, 2020 passed an order to direct District Collector, Ludhiana to submit certified copy of the assignment agreement along with his opinion on quantum of stamp duty payable. CCRA further passed an order and also directed to issue notice to EARC to contest the stamp duty liability amounting to about ₹ 14.59 million and interest, if any. In the meantime, EARC filed a Civil Writ Petition being No. 13346 of 2020 before the High Court of Punjab & Haryana ("**High Court**") against (i) State of Punjab through CCRA, Punjab, Deputy

Commissioner, Ludhiana and (iii) Joint Sub Registrar cum Naib Tehsildar, Mullanpur Dhakan, Ludhiana inter-alia challenging the ex-parte interim order dated February 03, 2020 passed by CCRA. The High Court vide order dated October 26, 2021 set aside the impugned order and held that EARC Trust no longer has any stamp duty liability as on date. Being aggrieved, Winsome Yarns Limited and State of Punjab preferred appeals against the said order dated October 26, 2021 before division bench of the High Court. The appeals filed by Winsome Yarns Limited bearing LPA Nos. 1253 of 2021, 1254 of 2021 and 09 of 2022 came to be dismissed for non-prosecution by way of a common order dated May 5, 2026. The appeals filed by the State of Punjab are currently pending adjudication before the Hon'ble High Court of Punjab & Haryana.

3. SAM Family Trust and AHA Holdings Private Limited ("**Applicants**") have filed securitization applications being diary Nos. 1260 of 2021 and 1261 of 2021 respectively along with applications for interim stay before the DRT, Pune on November 21, 2021 against Catalyst Trusteeship Limited, EARC Trust SC 384, ECL Finance Limited, Smaaash Entertainment Private Limited ("**Smaaash**") and resident Naib Tahsildar, Mahul ("**Defendants**") *inter-alia* challenging demand notice dated July 3, 2020 for ₹ 2689.37 million issued by Defendant No. 1, under sub-section (2) of Section 13 of SARFAESI Act, notice dated October 25, 2021 to take physical possession mortgaged assets located at Village Kunenama, Taluka, Maval, District Pune in pursuance of Order dated June 29, 2021 passed by the Additional District Collector, Pune. Applicants alleged the classification of NCD account of Defendant Smaaash as NPA for non-payment of interest is contrary to RBI guidelines. Furthermore, alleged assignment agreement dated June 28, 2019 ("**Assignment Agreement**"), executed by ECL Finance Limited in favour of EARC Trust SC 384 assigning the benefits of NCDs is contrary to regulatory framework of SARFAESI Act and the rules thereunder and various guidelines/circulars/directions issued by the RBI. An appeal was filed against the DRT order allowing the securitisation application before the Debt Recovery Appellate Tribunal, Mumbai ("**DRAT**). DRAT by way of order dated July 8, 2024, allowed the said appeals. Applicants have filed Writ Petitions Nos (L) 23670 of 2024, 23677 of 2024, 21517 of 2024 and 21518 of 2024, respectively before the Bombay High Court challenging order dated July 08, 2024, passed by DRAT. Applicant have also filed 2 (two) commercial suits and a Writ Petiton before the Bombay High Court challenging the issue of assignment and the same is pending. The Bombay High Court vide its order dated April 19, 2022 ("**Order**") has granted interim stay sought by the Applicants to restrain the Defendants from acting any manner in pursuance of the Assignment Agreement. The Defendants have thereafter filed an appeal against the Order before the division bench of the Bombay High Court. The division bench of the Bombay High Court vide its order dated May 5, 2022, stayed the operation of the Order. A counterclaim has been filed by the Applicants and other plaintiffs party to the ongoing OA proceedings before the DRT, Delhi, seeking damages aggregating to ₹400 million against Catalyst Trusteeship Limited, ECL Finance Limited, and EARC. All the aforementioned proceedings, including the counterclaims, remain pending adjudication.

4. EARC has been served with provisional attachment order dated May 18, 2020 **("PAO")** from the office of the Directorate of Enforcement, **("ED"),** Jalandhar,

under various provisions of PMLA against the immovable properties and investments of Kuldeep Singh, Vikram Seth and others for allegedly siphoning off about ₹ 213.10 million from Bank of Baroda, Phagwara Branch. It is revealed from PAO that certain NPAs were taken over by EARC under assignment deed from State Bank of Patiala (now merged with State Bank of India) in its ordinary course of business. EARC filed its reply dated November 2, 2020 to the show cause notice ("**SCN**") dated July 10, 2020 under Section 8 of PMLA from the Adjudicating Authority, PMLA, New Delhi ("**Authority**") inter alia inquiring about source of income, earning or assets by means of which EARC acquired attached property and directed to appear before the Adjudicating Authority, New Delhi along with supporting evidence/documents before the Adjudicating Authority on merit to decline confirmation of PAO. Further, EARC preferred an appeal being no 4530 of 2022 before the appellate tribunal constituted under PMLA challenging the said order and the same is pending for hearing. EARC's appeal before the Appellate Tribunal remains pending for hearing. Notice has been issued against all the respondents by the Authority.

5. The Official Liquidator, appointed by the Punjab & Haryana High Court, Chandigarh, has filed a petition under Section 12 of the Contempt of Courts Act, 1971 ("**Contempt Act**") praying for initiation of contempt proceedings under the Contempt Act and Section 529, 529A of the Companies Act, 1956 against Mr. Venkatachalam Arakony Ramaswamy, Mr. Manish Sanghi, Mr. Samir Ambarish Kaji, Ms. Vidya Shah, Mr. Vasant Vasant Tanksale and Mr. Shiv Kumar ("**Respondents**") for wilful non-compliance of the order dated September 6 2024 passed by High Court in M/s. Explor India Marketing Private Limited vs. M/s. Evinix Accessories Limited (Presently, M/s. Evinix Industries Limited) bearing CP No. 15 of 2011. By way of the aforesaid order dated September 6 2024, directions were issued to the Respondents by the High Court to remit an amount of ₹ 79,33,614.05/- and ₹. 7,058/- to the Official Liquidator towards workers claims and publication expenses as per the provisions of Section 529, 529A of the Companies Act, 1956 to disburse the dividend to workers. The notice of contempt was issued by the High Court in the hearing dated August 1, 2025, and accordingly, the Responds filed their reply along with compliance of the order dated September 6, 2024. On October 17, 2025, the Hon'ble High Court of Punjab and Haryana, disposed off the contempt petition on account of compliance by the Respondents.

6. Mr. Mohit Varma, a borrower under the EARC Trust SC 483, filed a consumer complaint against EARC and obtained an ex-parte order. A bailable warrant was issued against Managing Director, EARC by District Consumer Commission, Bulandshahr in an execution filed by the borrower for non-compliance of its order in which EARC was not impleaded as a party. The aforesaid ex-parte order was stayed by SCDRC, Lucknow, in an appeal filed by EARC. The matter is listed for hearing on April 15, 2026.

7. Orissa Manganese & Minerals Limited ("OMML") pledged shares of its group company, Adhunik Power and Natural Resources Limited ("Adhunik/Borrower of EARC") as security towards loan availed by Adhunik from a consortium of lenders/Banks. In 2017-18, the loan availed by Adhunik along with underlying securities including the subject pledged shares were assigned in favour of EARC. In August 2017, OMML was admitted under Corporate Insolvency Resolution

Process. EARC filed its claim pertaining to the pledged shares, which was rejected by the Resolution Professional ("RP") of OMML on the ground that invocation was impermissible during the moratorium period. In June 2018, the Resolution Plan submitted by Ghanashyam Misra & Sons. Pvt. Ltd. ("Ghanashyam Misra") was approved by NCLT. In July 2018, EARC issued a fresh notice of invocation of pledge as the moratorium ended upon the approval of resolution plan. In December 2021, Ghanashyam Misra claiming to have acquired the rights over such pledged shares under the resolution plan, filed an application being IA 67/CB/2022, praying inter-alia for transfer of shares to Ghanashyam Misra. By way of an order dated May 11, 2022, NCLT Cuttack directed "status-quo" be maintained in respect of the subject pledged shares. Further, by way of an order dated January 10, 2023, the NCLT dismissed application filed by Ghanashyam Misra while holding that the resolution plan did not extinguish EARC's pledge rights over the subject shares in favour of Ghanashyam Misra. Subsequently, on February 7, 2023, Ghanashyam Misra filed an appeal, (CA AT (Ins.) 224 of 2023) before the NCLAT ("Appeal"), against the Order dated January 10, 2023 which remains pending. Further, by way of order dated March 3, 2023, NCLAT directed that "status-quo" in respect of the subject pledged shares be continued in continuation of its earlier order dated May 11, 2022.

Further, in April 2025, Adhunik settled its dues with EARC. EARC upon receipt of full and final payment from Adhunik issued a no dues certificate on April 23, 2025 and therefore the account stands exited in the books of EARC as on date. However, post exit of the Borrower, a Contempt Petition has been filed by Ghanashyam Misra against Ms. Shivangi Varma, , the Senior Vice President of EARC, Ms. Radhika Gupta, the MD & CEO of Edelweiss AMC, Adhunik and Ors. before NCLAT New Delhi, alleging breach of NCLAT's status-quo order dated March 3, 2023, passed by NCLAT New Delhi in Company Appeal (AT) (Ins) No. 224 of 2023.

By way of an order dated November 19, 2025, NCLAT New Delhi ordered the removal of Ms. Radhika Gupta's name as a party to the aforesaid Contempt Petition, while taking on record that Ms. Radhika Gupta had been wrongly impleaded to the Contempt Petition and has no role in the management or day to day affairs of EARC.

Further by way of an order dated November 21, 2025, the Hon'ble NCLAT directed the Respondents to file personal affidavits within 4 weeks of the order, which were filed on January 7, 2025 by all parties explaining the transaction as directed by NCLAT. The contempt proceedings are currently listed before the Hon'ble NCLAT on July 23, 2026.

(ii) Criminal proceedings by EARC Trusts

Catalyst Trusteeship Limited ("**Debenture Trustee**"), on behalf of EARC Trust ("**Debenture Holder**") filed a criminal case on May 24, 2019 before the Metropolitan Magistrate's 28th Court ("**MMC**"), Esplanade, Mumbai (the "**Court**"), against Smaaash Entertainment Private Limited **("Smaaash")** and its directors and officials (collectively referred to as "**Accused**") under Section 138 read with Section 141 of the Negotiable Instrument Act, 1881. The Accused issued and delivered a cheque for an amount of ₹ 1,120 million drawn on HDFC Bank, Mumbai in favour of

EARC Trust towards its liabilities in respect of non-convertible debentures. The said cheque was dishonoured on its presentation vide its order July 31, 2019. The Court issued summons against the Accused under Section 138 of Negotiable Instrument Act, 1881. The matter is currently pending.

(iii) Civil proceedings by EARC

Other than as mentioned under "*Litigation or legal or regulatory actions involving our Promoter*", there are no other civil proceedings filed by EARC.

(iv) Criminal proceedings against EARC

1. EARC acquired the portfolio of 27 assets in March 2014 including the accounts of the Perfect group consisting of (i) Perfect Engineering Products Limited; (ii) Perfect Engine Components Private Limited; and (iii) Karla Engine Components Limited from State Bank of India. Post-acquisition, the promoters of Perfect group approached EARC to restructure the dues of the Perfect group accounts. The promoters introduced, the Chhatwal brothers ("**Investors**"), including Hitesh Chhatwal to EARC as strategic investors. EARC approved the restructuring proposal/plan of Perfect group companies on the basis of various representations made by the Promoters and the Investors to make equity infusion and provide working capital support. The Perfect group companies failed to comply with the terms and conditions of the restructuring plan and EARC was compelled to revoke the same in 2016 and in 2018. EARC, received letter dated January 18, 2020 from inspector of Police G.C III, Economic Offences Wing ("**EOW**"), Mumbai directing officials of EARC to attend his office regarding fresh complaint filed by Hitesh Chatwal in January 2020 along with the supporting documents. Our Officials recorded their statements in the matter and there is no further communication from EOW since April 2020

2. M/s PT Media Private Limited (**"Borrower**") account was assigned to EARC by way EARC SC 410 trust in 2021 i from HDB Financial Services Limited ("**HDB**"). Subsequently, EARC obtained order under Section 14 of the SARFAESI Act in 2022. EARC took possession of the secured assets of the Borrower on July 25 2024 under the SARFAESI Act. The Borrower challenged such enforcement measures undertaken by EARC before Hon'ble DRT, Chandigarh by filing SA No.250/2024 which remains pending for hearing. No relief has been granted to the Borrower by the Hon'ble DRT, Chandigarh. EARC sold the secured asset on November 28, 2024 and handed over possession, along with the sale certificate, to the auction purchaser on December 20, 2024. The Borrower has filed a defamation suit (C.S. No. 1530/2025) before the Civil Judge, Junior Division-6, Patiala, against EARC, its Chairman & Promoter, Mr. Rashesh Shah, and certain authorised officers, namely Mr. Anil Kumar (ex-employee), Mr. Anuj Jain (Zonal Collection Manager – North), Mr. Bhawesh Jha (Zonal Legal Manager – North) and Mr. Nikhil Arya (Legal Manager – North). The suit is listed for completion of pleadings. The Borrower had earlier filed a perjury application before the ADM, Patiala, which was dismissed after hearing EARC

3. A loan was granted by AU Small Finance Bank in the year 2016 to Bhorilal Sharma and subsequently assigned to EARC by way of EARC TRUST SC 379 in 2020. EARC obtained a Section 14 order under SARFAESI Act from the District Collector, Jaipur in Case No. 63/2024 dated March 11, 2024, and took physical possession of the mortgaged property on February 25, 2025, in the presence of Bhorilal Sharma (borrower)and police officials, after

due verification of the property by the borrower himself. Subsequent to the possession, a third party, Mr. Kalyan Sahay lodged an FIR under Sec.156(3) of CrPC against EARC Authorised Officer and enforcement agency alleging wrongful possession of property and theft of money. EARC has submitted its representation to the police, upon learning that Mr. Bhori Lal Sharma has intentionally handed over possession of a different property, leading to the current dispute. EARC has also filed a quashing petition under Section 482 of the CrPC before the Hon'ble High Court, and subsequently a stay was granted by way of order dated October 14, 2025. Meanwhile, the Police pursuant to the registration of FIR and the investigations, have filed a final report dated August 8, 2025 before the competent court, concluding*, inter alia*, that the allegations made by the complainant were not substantiated and that no offence under Sections 318(4), 305, 333, 336(2) and 336(4) of the BNSS had been committed. The investigation further concluded that the complaint was based on false and baseless allegations. The said final report was accepted by the competent court on January 30, 2026.

4. Mr. Mohit Verma, a borrower of HDB, had filed a consumer complaint , before District Consumer Disputes Redressal Commission Bulandshahar against HDB and EARC (as respondent no. 2) alleging deficiency in services in relation to servicing of his loan. The complaint was decreed ex parte by way of an order and execution proceedings bearing no. Execution Case No. 27/ 2025 in Complaint Case No. 124/2024 were subsequently initiated, pursuant to which bailable warrants were issued against the Managing Director and Chief Executive Officer of EARC. Thereafter, an appeal was preferred before the State Consumer Disputes Redressal Commission, Lucknow ("**SCDRC**"), pursuant to which the execution proceedings have been stayed pending adjudication. The matter is currently pending before the SCDRC.

5. Gaurav Choudhary , the complainant filed an application under Section 156(3) Cr.P.C. bearing no. COMI/0000333/2024 before the Additional Chief Judicial Magistrate, alleging that recovery agents of Edelweiss Asset Management Limited ("**EAML**"), acting on the instructions of certain managers and directors of EAML, intercepted his vehicle near Marble Market, Gurugram, threatened him with dire consequences in the event the loan availed by his father Mr. Devendra Singh from HDB., was not repaid, assaulted his assistant Sahil, and snatched a gold chain. The complainant has made all the Directors & Promoters of EARC party to the present complaint. Pursuant to the direction of the Additional Chief Judicial Magistrate court, the police sought written submission from EAML and EARC and found that the complainant's father had an outstanding loan liability of ₹22,280,933/- availed from HDB., since 2014. The police further observed that, the allegations of assault and snatching were not substantiated and that the medical report only reflected minor abrasions which could potentially have been self-inflicted. Thereafter, by way of an order dated July 7, 2025, the Court, after considering the complaint, medical records, police report and submissions made by the parties, observed that the complaint appeared to have been filed as a counterblast to the pending loan liability and declined the complainant's request for registration of an FIR. The Court instead directed the complainant to independently lead preliminary evidence in support of the allegations. The matter is currently pending.

6. A loan account pertaining to Mr. Hemant Tanaji Kale was acquired by EARC under EARC Trust 481 on December 29 2022. Pursuant to proceedings initiated under the SARFAESI Act and pursuant to an order passed under Section 14 of the SARFAESI Act by the Learned Chief Judicial Magistrate ("**CJM**"), Sangli, EARC took physical possession of the secured asset on August 19, 2025. However, the borrower unlawfully trespassed into the property

on August 20, 2025. Accordingly, EARC lodged a criminal complaint for trespass before Sanjay Nagar Police Station, Sangli, which was subsequently registered as an FIR on September 8, 2025 after due verification. Further, EARC filed a criminal miscellaneous application for re-possession of the property and successfully regained possession of the said property on February 16, 2026.. The secured asset/property is presently in possession of EARC and is proposed to be auctioned. The matter is currently pending adjudication. The matter is currently pending.

(v) Regulatory matters against EARC

1. On March 22, 2021, EARC received, MCA letter dated March 18, 2021, regarding inspection of the books of accounts and other books and papers of EARC under Section 206(5) of the Companies Act, 2013. EARC has furnished all the required documents and information to MCA in April 2021. Further at the request of MCA, EARC re-submitted documents on December 03, 2021. MCA by its Letter dated November 1, 2022, informed EARC to provide its comments and reply to the letter dated October 15, 2022 addressed by Mr. Paras Kuhad ("Kuhad Letter") to the MCA. In the Kuhad Letter, Mr. Kuhad has requested MCA to provide him with the response given by EARC along with the documents furnished in support thereof, and all other information/ documents which have come into the possession of MCA pursuant to the inspection of books initiated in March 2021. EARC vide its letter dated November 25, 2022 furnished its comments as requested by the MCA. Subsequently, EARC received another letter from MCA dated July 25, 2023 in relation to issuance of preference shares, pledge of SRs in relation to issuance of secured NCDs, acquisition of loans from group companies, clarification in relation to certain provisions Companies Act & Ind AS, and payment of remuneration to statutory auditors. EARC has submitted its detailed response and clarifications to MCA vide letter dated September 14, 2023. Pursuant to certain follow-up queries raised by the MCA during the current Financial Year, EARC was required to submit additional information and has furnished the requisite responses and information to the MCA. No further request for additional information or submissions has been received from the MCA to date.

(b) **Edelweiss Investment Adviser Limited ("EIAL")**

(i) Civil proceedings by EIAL

1. EIAL ("**Plaintiff**") filed commercial Civil Suit (COMM) bearing No. 397 of 2020 before the Delhi High Court ("**DHC**") against Lily Realty Private Limited and another ("**Defendants**"), *inter-alia,* seeking a decree of specific performance of the Memorandum of Understanding dated October 29, 2015("**MOU**") and repayment of a sum of ₹ 1033.22 million along with the pendente lite and future interest @ 28.25% per annum from the date of filing of the suit. EIAL has also sought a permanent injunction restraining the Defendants, agents etc. from creating any third-party rights on any movable and immovable assets of the Defendants. DHC, by its order dated September 29, 2020 restrained Defendant No.2 from creating any charge or liability on the three flats specified in the order. Further, by its order dated April 9, 2021, DHC has restrained the Defendants from selling or encumbering all their immovable properties till further orders. The matter is currently pending ongoing mediation proceedings pursuant to the guidelines issued by the Hon'ble Supreme Court.

2. EIAL has filed a civil suit against the Official Liquidator, High Court of Bombay &

Others for the specific performance of the memorandum(s) of understanding executed between EIAL and Kamla Landmarc Constructions Private Limited **("Kamla Constructions"),** each dated February 07, 2015 **("MOU")** for the purchase of 24 (Twenty Four) residential units in aggregate in project 'Kamla Splendor', for purchase considerations of ₹ 157.35 million and ₹ 257.529 million, respectively. The defendants including Kamla Constructions have been served with summons in this regard. The suit has been withdrawn in view of Kamla Constructions being under liquidation. The Hon'ble High Court of Bombay granted EIAL liberty to file its claim in the liquidation proceedings, by way of order dated September 23, 2025, and EIAL has accordingly filed its claim in the liquidation proceedings.

(ii) Civil proceedings against EIAL

Ecstasy Realty Private Limited & Shobhit J Rajan ("Plaintiffs") have filed a Commercial Suit being No. COMS/20590 of 2022 on June 28, 2022 before Bombay High Court against i) Catalyst Trusteeship Private Limited ("CTL"), ii) ECL Finance Limited, iii) Edelweiss Investment Adviser Limited and iv) Edelweiss Rural and Corporate Services Limited ("Defendants") for specific performance inter-alia directing the Defendants to perform their obligation under Debenture Trust Deed dated March 27, 2018 ("DTD") & its alleged subsequent amendments by way of emails dated March 16, 2022 and March 23 2022 and further declaration that the Defendants are not entitled to any repayment from the Plaintiffs under DTD as amended from time to time. The Plaintiff have further prayed for an order and decree against the Defendants to pay by way of damages namely, i) ₹67.11 crore from CTL (AS the Debenture Trustee) for unilaterally increasing interest rate under the issued NCD; (ii) ₹45.65 crore from Catalyst Trusteeship Limited for failure to release security over the additional property; (iii) ₹10.98 crore from ECL Finance Limited under unsecured loan agreement dated August 24, 2018; (iv) ₹56.63 crore from ECL Finance Limited for having sold 11 flats in Phase I at under value; (v) ₹164.50 crore from ECL Finance Limited for failure to timely release funds for IOD fees; (vi) ₹1.49 crore from ECL Finance Limited for failure to release part payment towards 5 flats under the sale agreement dated December 31, 2019; (vii) ₹5.28 crore from Edelweiss Investment Adviser Limited for failure to disburse under the Option Agreement; and (viii) ₹15.87 crore from all Defendants towards excess processing fees. The Plaintiffs also prayed for interest at 18% per annum on the aforesaid amounts from the date of filing of the suit till payment.

The Plaintiffs have also alleged usurpation of project land located at Four Bungalows, Andheri, valued in excess of ₹1,600 crore, causing damages of ₹359.40 crore as detailed in the particulars of claim. The Defendants have filed their respective statements of defence. The Hon'ble Bombay High Court, by its order dated September 13, 2022 ("Impugned Order"), rejected the interim applications (No. 3618 of 2022 and No. 25486 of 2022) filed by the Plaintiffs seeking to restrain the Defendants. Being aggrieved, the Plaintiffs filed an appeal (COMAP/31058 of 2022) on September 27, 2022 before the Hon'ble High Court of Bombay to set aside the Impugned Order. The said appeal was disposed of by order dated September 8, 2023. The main suit is currently pending. Separately, pursuant to an order dated February 24, 2026 passed by the Hon'ble Supreme Court of India, the Hon'ble Supreme Court set aside: (i) the order dated February 3, 2023 passed by the National Company Law Tribunal ("NCLT"); and (ii) the order dated April 16, 2025 passed by the National Company Law Appellate Tribunal ("NCLAT"), and directed the NCLT, Mumbai Bench, to admit Ecstasy Realty Private Limited into corporate insolvency resolution process under the IBC.

Subsequently, by way of an order dated March 9, 2026, the NCLT, Mumbai Bench admitted

Ecstasy Realty Private Limited into CIRP under the provisions of the IBC. Ecstasy Realty Private Limited is also a plaintiff in the aforesaid commercial suit.

(iii) Criminal proceedings by EIAL

Nil

(iv) Criminal proceedings against EIAL

Nil*

**Please refer to the section titled "Litigation or all legal or regulatory actions involving our Promoter as on the date of this Draft Prospectus" for joint disclosures involving the Promoters and EIAL.*

(c) **ECL Finance Limited ("ECL Finance")**

(i) Civil proceedings filed by ECL Finance

Pursuant to the Facility Agreement dated September 22, 2017 ("**Facility Agreement**") executed by and between (i) Saha Infratech Private Limited ("**Principal Borrower**"), (ii) Abet Buildcon Private Limited, (iii) Elicit Realtech Private Limited, (iv) Kalpataru Housing Private Limited, (v) Green Space Agro–Ventures Private Limited, (vi) Palm Developers Private Limited ("**Obligors/Corporate Debtors**") and ECL Finance ("**Lender**"), ECL Finance has granted the revolving credit facility to the Borrowers to the maximum extent of ₹ 900 million for the general corporate purpose. In furtherance to the terms of the Facility Agreement the Corporate Debtors including Obligor/Corporate Debtor Palm Developers Private Limited executed the Corporate Guarantee dated September 22, 2017 in favor of ECL Finance extending its obligations in making payment in the event of any default on part of the Principal Borrower under the Facility Agreement. The Principal Borrower committed defaults in payment of principal, interest & other monies and also in observance & performance of the other conditions of the Facility Agreement. ECL Finance vide its communications dated April 2, 2019 and September 26, 2019 pointed the defaults committed by the Principal Borrower and/or the Obligor/Corporate Debtor under the Facility Agreement. On January 27, 2020, the NCLT, Bench – II New Delhi admitted the CIRP filed by Ram Niwas and Sons, the petitioner under Company Petition (IB) – 894 (ND) 2019 against the Obligor/Corporate Debtor ("**Company Petition**"). Pursuant to the public announcement made by the Interim Resolution Professional ("**IRP**"), ECL Finance, as a lender submitted its Form C showing default from the year 2017 and claiming an approximate amount of ₹ 1269.69 million against the principal outstanding and interest due and payable as on January 27, 2020 and IDBI Trusteeship Services Limited as Debenture Trustee. On February 20, 2020, IRP constituted COC and ECL Finance was duly made member thereof. One Mr. Abhinav Mukherji having 1.38% voting share filed Interim Application being IA no. 1610 of 2020 in Company Petition challenging the constitution of COC. The NCLT vide its Order February 20, 2020, directed erstwhile IRP to restrain from holding meeting of COC till constitution of COC is ascertained. ECL Finance filed its detailed reply on September 18, 2020 opposing the said application and placing on record all relevant documents. On September 23, 2020, ECL Finance filed IA no. 4130 of 2020 seeking substitution of Appellant no. 2 namely Assets Care & Reconstruction Enterprises Limited ("ACRE") in place of Appellant no. 1 in IA no. 1610 of 2020 in view of the Assignment of Loan by ECL Finance to ACRE pursuant to Deed of Assignment dated

March 27, 2020. NCLT vide its Order dated March 14, 2022 allowed the IA no. 1610 of 2020 and held that ECL Finance is not a Financial Creditor to the Corporate Debtor namely Palm Developers Private Limited. NCLT also dismissed IA no. 4130 of 2020. Being aggrieved against the said Order and Judgement, ECL Finance filed Company Appeal (AT) (Insolvency) 358 of 2022 before NCLAT, New Delhi. By an Order dated July 12, 2022, NCLAT dismissed the said Appeal. Being aggrieved ECL Finance has filed an Appeal being No. 6268 of 2022 against order passed by the NCLAT before the Hon'ble Supreme Court of India. The Hon'ble Court by its order dated September 12, 2022 directed to issue notice in the matter and to maintain status quo until further orders. The matter is currently pending.

(ii) Civil proceedings against ECL Finance

Other than as mentioned below and under *"Civil litigations against the Issuer", "litigations or legal or regulatory actions involving our Promoter", "Civil proceedings against EARC", and "Civil proceedings against EIAL",* there are no other civil proceedings filed against ECL Finance.

1. ECL Finance granted secured credit facilities to Fortis Healthcare Holdings Private Limited ("**Fortis Holdings**") and RHC Holdings Private Limited ("**RHC Holdings**") during 2016 to 2018 amounting to about ₹ 4200 million against, *inter alia*, the pledge of certain equity shares of Fortis Healthcare Ltd. ("**Fortis'**) by Fortis Holdings as security towards repayment of loan amount (Fortis and RHC Holdings collectively referred to as the ("**Borrowers**")). Daiichi Sankyo Company Limited ("**Daiichi**"), a creditor has obtained an arbitration award dated April 29 & 30, 2016 against Mr. Malvinder Singh & Mr. Shivendra Singh, promoters of Fortis and RHC Holdings, and others ("**Respondents**") in Singapore whereby Daiichi was held entitled to receive ₹ 35,000 million approximately from the Respondents. Daiichi thereafter filed proceeding in Hon'ble Delhi High Court for enforcement of said award by way of execution petition being OMP (EFA) (COMM.) No. 6 of 2016. During the proceedings before Hon'ble Delhi High Court, the promoters and some of their companies had given certain undertakings and subsequently, Hon'ble Delhi High Court restrained them from pledging their respective shareholding in Fortis and other companies. These proceedings happened during the period ECL Finance lent and advanced the loans to the Borrowers. Daiichi filed SLP No. 20417/2017 before Hon'ble Supreme Court against the Respondents. Hon'ble Supreme Courts vide its Order dated August 11, 2017 directed the Respondents to maintain status quo with respect to shareholding of Fortis. Hon'ble Supreme Court vide its order dated August 31, 2017 clarified that the interim order dated August 11, 2017 also apply to the encumbered shares of Fortis. ECL Finance being one of the secured creditors, as aggrieved from aforesaid orders, filed application for intervention no. 98913 of 2017 and application for directions being IA No. 98915 of 2017 before Hon'ble Supreme Court. Other secured creditors also filed similar applications. While disposing of the said applications of the secured creditors including that of ECL Finance, Hon'ble Supreme Court on February 15, 2018 allowed the applications of the secured creditors and passed an order *inter-alia* clarifying that interim orders dated August 11, 2017 and August 31, 2017 to mean that the status quo granted shall not apply to shares of Fortis Healthcare Limited held by Fortis Healthcare Holdings Private Limited as may have been encumbered on or before the interim orders of this Court dated August 11, 2017 and August 31, 2017. ECL Finance thereafter, during the period from February 16, 2018 and February 26, 2018 sold 3,27,75,000 shares of Fortis pledged by Fortis Holdings as security for the loans to recover its dues. Subsequently Daiichi filed a Contempt Petition I No. 2120/2018 in the SLP I No. 20417/2017 before the Hon'ble Supreme Court of India ("**Court**"), against Indiabulls Housing Finance Limited ("**Indiabulls**") for violation of

order dated August 11, 2017, and August 31, 2017, wherein Indiabulls was found guilty and directed to deposit the amount. ECL Finance was not a party to the contempt proceedings. *Suo motu* contempt proceedings were initiated by the Court in 2019 under Suo Motu Contempt Petition I No. 4 of 2019 and the Court vide Order dated February 18, 2021, directed all the banks / financial institutions to file an affidavit bringing on record the entire transactions and to inspect whether any violation of undertakings / status quo orders had taken place. ECL Finance filed the affidavit in compliance of this order. The Hon'ble Court vide its Order dated September 22, 2022, disposed of Suo Motu Contempt Petition (C) No. 4 of 2019 *inter-alia* with a direction to the High Court, before whom the proceedings in execution are pending, to consider appointment of forensic auditor(s) to analyse the transactions entered into by the banks and financial institutions and to look into whether such transactions were bona fide and entered into in commercial expediency. In the interim, Daiichi has moved Execution Application No. 819 of 2020 before Delhi High Court against the promoters, various Banks and Financial Institutions including ECL Finance, in whose favour the shares of Fortis were pledged by the promoters and their companies. Daiichi has claimed that the promoters and their companies had created pledge in violation of the undertakings given and order passed by the Delhi High Court. Daiichi has prayed for declaring the pledge as void and alternatively if the pledged shares are already sold then direction to Banks and NBFCs to deposit/refund the shares price of sold shares. Daiichi inter-alia prayed before the Hon'ble Delhi High Court to either pass an order directing ECL Finance to set aside the creation of pledge on 3,09,55,000 Fortis Healthcare Limited shares held by Fortis Healthcare Holdings Private Limited ("**Shares**") and pass a consequential order of attachment and sale of such shares, or to direct ECL Finance to deposit a sum equivalent to the value of Shares as on June 21, 2017 before the hon'ble Delhi High Court. On December 18, 2020 ECL Finance filed its counter reply before the Delhi High Court. The matter is pending.

2. Shripal Morakhia & others filed a commercial suit bearing diary no. 354/2022 on October 19, 2022 ("**Commercial Suit**") in Bombay High Court against EARC, ECL Finance, Catalyst Trusteeship Limited and Smaaash for the specific performance of the settlement emails addressed by Shripal Morakhia) to EARC with regards to settling the dues for the non-convertible debentures issued by Smaaash amounting to ₹ 2,800 million ("**Smaaash NCDs**"). ECL Finance was the original debenture holder of the Smaaash NCDs and the account being NPA, the said non-convertible debentures were transferred/assigned to EARC vide deed of assignment dated June 28, 2019 along with all rights, liabilities and obligations. EARC and ECL Finance have filed their reply to the commercial suit. The matter is currently pending.

3. ECL Finance and NWIL have been served with the writ petition bearing (stamp) no. 6589 of 2021 along with summons filed by Yes Bank AT1 Bondholders Associations (398 bondholders) before the Hon'ble Bombay High Court against RBI & 15 others including union of India, SEBI, Yes Bank, CDSL, BSE *inter alia* seeking to quash and set aside the impugned letters dated March 14, 2020 and March 17, 2020 of Yes Bank as it pertains to write off of Yes Bank AT1 Bonds holding of the individual retail investor and made a claim of ₹ 160 Cr against Yes Bank ("**Writ Petition**"). ECL Finance & NWIL, have also been made a party as Respondent no. 11 and 15, respectively. Petitioner also filed an application for interim relief against ECL Finance and NWIL, *inter alia* for orders against the Directors and promoters of NWIL and ECL Finance not to leave India, during the pendency of the proceeding. The Hon'ble Bombay High Court *vide* its order dated October 20, 2022, pronounced on January 20, 2023, disposed of the Writ Petition and held that the impugned

letter dated March 14, 2020 and the decision to write off AT-1 bonds are quashed and set aside ("**Order**"). Being aggrieved by the Order, Yes Bank has filed special leave petition being nos. 4244 – 4253 of 2023 before the Hon'ble Supreme Court of India seeking special leave to appeal against the Order and interim relief by stay on the effect and operation of the Order. Additionally, RBI also filed a petition for special leave to appeal (civil) no(s). 3856-3865 of 2023, dated February 11, 2023, before the Hon'ble Supreme Court of India against the Order stating that the Order constituted an erroneous exercise of writ jurisdiction by the High Court of Bombay. Thereafter, the Hon'ble Supreme Court of India vide its order dated March 03, 2023 *inter alia* extended the stay granted by the High Court of Bombay for the operation of the Order pending further orders. The matter is currently pending.

(iii) Criminal proceedings by ECL Finance

1. A criminal complaint filed by ECL Finance against Prakash Patel, Kalpesh Padhya, Vyomesh Trivedi and Gaurav Davda (together referred to as "**Accused No. 1**") before the Joint Commissioner of Police, EOW, Unit – V, Crime Branch, Mumbai for criminal breach of trust and cheating amounting to ₹ 82.9 million. During the investigation, one more person, Mukesh Kanani was impleaded as an accused ("**Accused No. 2**"). FIR was registered against the Accused No. 1 and 2 for an offence under Section 420 and Section 34 of IPC. EOW filed charge sheet against both the accused. The matter is currently pending.

2. ECL Finance has filed a criminal complaint before the BKC police station, Bandra against Mahesh Chavan, proprietor of Global Overseas, Kaushal *alias* Renu Menon, Deepali, Sandeep Kelkar and Rohit Paranjape, Deodhar Gholat ("**Accused**") for committing an act of cheating with respect to purchase of a car, for ECL Finance's employee, Ram Yadav. Subsequently, an FIR dated December 2, 2014 was filed with the BKC Police station for procurement of documents. The police filed a case on January 27, 2015 before the 9th Metropolitan Magistrate Court at Bandra ("**Court**"). The matter is currently pending.

3. ECL Finance, pursuant to the requirements under an RBI circular (No. RBI/2015-16/75DBS.CO.CFMC.BC. No. 1/23.04.001/2015-16) dated July 1, 2015, reported an instance of suspected fraud by its customer Shridhar Udhavrao Kolpe and Saraswati Bhimrao Shinde ("Borrowers") under the requisite form to RBI on July 7, 2016. The Borrowers were given a loan of ₹ 5.83 million by ECL Finance against their property. ECL Finance filed a complaint on August 12, 2016 against the Borrowers under various sections of IPC and relevant provisions of the Maharashtra Control of Organised Crime Act, 1999 for allegedly defrauding ECL Finance. Further, ECL Finance has submitted documents requested by EOW, Pune in relation to the complaint. The matter is currently pending.

4. A criminal complaint dated October 31, 2019 ("**Complaint**") was filed by ECL Finance before the Bandra Kurla Complex ("**BKC**"), Mumbai Police Station against JSK Marketing Limited, its directors, and others ("**Accused**") for having committed offence *inter-alia* criminal breach of trust, fraud, cheating punishable under various provisions of IPC and Maharashtra Control of Organized Crime. ECL Finance in its Complaint has alleged the Accused for causing wrongful loss of towards SME equipment loan amounting to ₹ 20.9 million. Pursuant thereto, a first information report bearing No. 300/2020 ("**FIR**") was registered at BKC Police Station against the directors of JSK Marketing Limited under Sections 403, 406 and 420 read with Section 34 of the IPC. One of the Accused, Mr. Kunal Jiwarajka, filed an anticipatory bail application (No. 27 of 2021) before the Sessions Court,

Mumbai, which was rejected by order dated February 3, 2021. Being aggrieved, he preferred an appeal before the Hon'ble Bombay High Court (ABA No. 385 of 2021). ECL Finance filed an intervention application opposing the anticipatory bail. The Hon'ble Bombay High Court, by its order dated April 24, 2023, allowed ABA No. 385 of 2021 on certain terms and conditions, thereby granting pre-arrest bail to the applicant. The matter is presently pending investigation with BKC Police Station. No further notice has been received by ECL Finance from the police authorities.

5. ECL Finance lent and advanced a credit facility amounting to of ₹ 250 million to Sunil Ghorawat in March 2019. Additionally, ECL Finance also advanced a credit facility of ₹ 600 million to Sunil Ghorawat and ₹ 1,260 million to Earth Water Limited, a company owned by Sunil Ghorawat and his wife Shivani Ghorawat. The aforementioned credit facilities were classified as NPAs owing to non-payment of dues by the above debtors and the credit facilities was assigned by ECL Finance in favour of Prudent ARC Limited **("Prudent ARC**"). Prudent ARC further transferred the credit facilities to Asset Care Reconstruction Enterprises Limited. Subsequently, ECL Finance upon becoming aware that Sunil Ghorawat has defrauded ECL Finance by diversion of the aforementioned credit facilities and intentional non-payment of its dues, filed a complaint before EoW, New Delhi against Sunil Ghorawat, Shivani Ghorawat and others. Based on the said complaint, EoW, New Delhi has registered an FIR No.27 of 2025 on March 3, 2025 under sections 429, 406 and 120B of IPC, 1860 against Sunil Ghorawat, Shivani Ghorawat and commenced investigations. The matter is pending.

(iv) Criminal proceedings against ECL Finance

Other than as mentioned below and under Proceedings against: (a) Issuer under the section titled- *"Material litigations or legal or regulatory actions involving Issuer" and "Criminal Proceedings filed against NWIL"*; and (b) Promoter under the section titled- "*Litigation or all legal or regulatory actions involving our Promoter as on the date of this Draft Prospectus*" there are no other criminal proceedings against ECL Finance.

1. The ED ("**Complainant**") filed an original complaint dated September 3, 2016, with the Adjudicating Authority under the Section 5(5) of the PMLA against Kingfisher Airlines Limited, Vijay Mallya, and others for acquisition of property using proceeds of crime in terms of Section 2(1)(u) of the PMLA. Certain shares of Vijay Mallya and his associates were pledged with ECL Finance as security ("**Pledged Securities**") for various loans availed by them. The Complainant has sought for attachment of the Pledged Securities. The Adjudicating Authority, PMLA, New Delhi has confirmed the provisional attachment *vide* an order dated February 22, 2017 and ECL Finance has challenged the same *vide* an appeal before the Appellate Authority. The matter is currently pending.

2. Rajiv Shivram Rane, proprietor of Jankie Properties *vide* his letter dated August 18, 2020 filed a complaint with Economics Offences Wing, Mumbai against Sanghvi Gruha Nirman Private Limited ("**Mortgagor**") and ECL Finance *inter-alia* alleging cheating having deprived him of getting his percentage of area shares to be allotted under the development agreement executed between him and Sanghvi Gruha Nirman Private Limited and caused him to pay rentals to Maharashtra Housing & Area Development Authority of the tenants etc. On December 5, 2020 a representative of ECL Finance along with legal counsel had attended the office of Economics Offences Wing for recording of statement in the matter. The investigation is pending.

3. ECL Finance has received notices dated December 28, 2020 from Investigating Officer (IO), Mahanagar Police Station, Lucknow, UP issued under Section 41 (A) of Cr. PC addressed in the name of ECL Finance, Ms. Madhur Bhatia, relationship manager, Romanshu Tandon, Himanshu Chhatrawal, Zonal Manager and Rashesh Chandrakant Shah, Chairman (the "**Accused**") *inter-alia* informing that FIR being No. 497 of 2020 has been registered against the Accused under Section 406 and 420 of IPC based on Complaint filed by one Amir Ahmad ("**Complainant**") and directed to appear before IO for investigation with respect to the said FIR. Complainant alleged that ECL Finance arbitrarily liquidated his 4383 equity shares of HDFC Bank Limited, pledged with ECL Finance as Security for repayment of ESOP loan facility amounting to ₹ 5.74 million and unsecured loan facility amounting to ₹ 2.35 million availed by the Complainant. ECL Finance limited vide its letter dated January 12, 2021, replied to the said notice along with relevant documents denying the allegations made by the Complainant. All addressees of notice dated December 28, 2020 filed their reply *vide* letter dated February 2, 2021. The investigation is currently pending.

4. ECL Finance received a notice dated January 12, 2021 from Station House Officer ("**SHO**"), Bhankrota Police Station, Jaipur (west) under Section 91 of Cr.P.C. in relation to FIR No. 371 of 2020 filed against Moolchand Bothra, Trilokchand Das Ahuja, Kamal Kumar Bothra, Sunil Jain, Saurabh Khandelwal and Manager, ECL Finance for forging a mortgage document in respect of plot of land being No. F-69, Bindayaka Industrial Estate, RIICO, Jaipur which belongs to his partnership firm Jain Industries without his knowledge and consent and availed a loan from ECL Finance. The Complainant has filed an application dated July 01, 2023 to withdraw and close the FIR. The police closure report awaited.

5. ECL Finance received a notice Ref. No. 726-5A/EoW-2 dated April 3, 2024 from EOW–II, Gurugram Police, DCP Maneshar Office, Maneshar, Gurugram directing ECL Finance to join the preliminary enquiry in Complaint No. 7080-P, DCP East Gurugram dated March 22, 2024 filed by Sunil Ghorawat ("**Complainant**") against ECL Finance and its management and officials. The Complainant availed a loan of ₹ 250 million from ECL Finance in March 2019 for the purposes of investment and purchase of M/s Samora Hotels Private Limited. The Complainant has alleged that ECL Finance disbursed ₹ 160 million in escrow account opened in the name of the Complainant and from there said amount was transferred to another escrow account opened in name of Net Creation Private Limited, a company owned by the Complainant and his wife, and from there transferred the money to itself. The Complainant has further alleged that ECL Finance has full control on the said escrow accounts and that he did not utilise the loan amount for which the said loan was sanctioned, and ECL Finance misappropriated ₹ 160 million when no amount was due and payable by the Complainant and Net Creation Private Limited to ECL Finance and accused ECL Finance of having committed criminal breach of trust. ECL Finance on April 18, 2024 filed its reply denying the allegations and submitted the loan and other relevant documents and is participating in the preliminary enquiry. The matter is currently pending.

6. ECL Finance received a notice dated April 10, 2024 ("**Notice**") from Chaturshrungi Police Station, Pune whereby on basis of the complaint filed by one Rajendra Venkat Reddy against Manish Raghunath Zende and Sumita Zende ("**ECL Borrower**s"), the police registered FIR no. 308 of 2024 under section 406, 420, 464, 467, 468, 471 & 34 of IPC. The police vide the Notice intimated that the FIR is filed against the customer and the officials of ECL Finance and called them to produce certain documents pertaining to the loan facility provided to the ECL Borrowers. ECL Finance vide its letter dated May 4, 2024.

The investigation is pending.

7. The Deputy Director, Enforcement Directorate on September 10, 2024 issued a provisional attachment order in relation to illegal diversion of funds by M/S Ashriya Limited, Ajay Mittal and Archana Mittal (directors of Ashriya Limited) **("Attachment Order")**, which was subsequently confirmed by the Adjudicating Authority ("**AA**") constituted under the Prevention of Money Laundering Act, 2002 ("**PMLA"**) by way of an order dated February 20, 2025. Under the Attachment Order, the AA attached certain immovable and movable assets owned by Ajay Mittal and others forming part of the ongoing investigations pursuant to the Attachment Order. ECL Finance, being the charge holder of one of the immovable properties forming subject matter of the investigations, was impleaded as a defendant. Presently, ECL Finance has assigned the loan extended to Ajay Mittal and Arshiya Limited along with the immovable property mortgaged in its favour to CFM Asset Reconstruction Private Limited **("CFM ARC")**. ECL Finance has challenged the order dated February 20, 2025 by way of an appeal before the Appellate Authority to get its name removed from the proceedings as the loans along with underlying security were assigned to CFM ARC.

(v) Regulatory Proceedings involving ECL Finance

ECL Finance received a Show Cause Notice ("**SCN**") dated July 25, 2023 issued by RBI for alleged acts of failure to put in place a robust software for effective identification and reporting of suspicious transactions omissions. Thereafter, the RBI has by an order dated December 8, 2023, imposed a monetary penalty of ₹ 0.49 million on ECL Finance. ECL Finance has paid the said monetary penalty imposed by RBI on December 28, 2023

(d) **Edel Finance Company Limited ("Edel Finance")**

(i) Civil proceedings filed by Edel Finance.

Nil

(ii) Civil proceedings against Edel Finance

Except as disclosed under "*Litigation involving Subsidiaries – Civil Proceedings against Ecap Equities*" there are no other civil proceedings against Edel Finance

(iii) Criminal proceedings by Edel Finance

Nil

(e) **Edelweiss Life Insurance Company Limited ("Edelweiss Life")**

(i) Criminal proceedings against Edelweiss Life

NIL

(i) Regulatory proceedings involving Edelweiss Life

1. The Insurance Regulatory and Development Authority ("**IRDAI**") issued a show cause notice dated January 18, 2024 ("**SCN**") to Edelweiss Life, in relation to change in its shareholding, without obtaining prior approval of IRDAI. Pursuant to this, Edelweiss Life filed its reply on February 6, 2024. Thereafter, IRDAI has by

an order dated April 4, 2024, imposed a monetary penalty of ₹ 2 million on Edelweiss Life and directed Edelweiss Life to place before its board of directors the said order. Edelweiss Life has paid the penalty on April 29, 2024. Further, Edelweiss Life has placed before its board of directors the order dated April 4, 2024 in the meeting held on May 7, 2024, and the minutes of the meeting have subsequently been submitted to the IRDAI on May 21, 2024.

2. Edelweiss Life received an order bearing reference number IRDAI/E&C/ORD/MISC/73/06/2025 from IRDAI dated June 23, 2025 ("**IRDAI Letter**") imposing a penalty of ₹ 10 million. This was with respect to certain non-compliances pertaining to certain operational and business irregularities under Regulations 10, 15 and 21 of the IRDAI (Outsourcing of Activities by Indian Insurers) Regulations, 2017 and corporate governance guidelines issued by the IRDAI dated May 18, 2016. Edelweiss Life has filed an appeal before the Securities Appellate Tribunal ("**SAT**") and obtained an interim stay from SAT by way of its order dated August 12, 2025, subject to the deposit of 25% (twenty-five per cent) of the penalty amount. Further, the matter is listed for arguments on June 23, 2026.

(f) **Edelweiss Rural & Corporate Services Limited (erstwhile Edelweiss Commodities Services Limited) ("ERCSL")**

(i) Civil proceedings against ERCSL

Other than as mentioned under "*Civil proceedings against EIAL"* and "*Civil proceedings against ECL Finance*"*,* there are no other civil proceedings filed against ERCSL.

(ii) Criminal proceedings by ERCSL

Edelweiss Agri Value Chain Limited (now merged with Edelweiss Rural and Corporate Services Limited) registered FIR on September 19, 2017 in Jasdan Police Station, Rajkot against Mahendrabhai Gida-Guard, Ashokbhai Dhadhal- Gunman, Babubhai Bhayabhai Ramani, Sanjaybhai Khimjibhai, Shambhubhai Jivabhai Ramani, Mansukhbhai Khimjibhai Ramani, Ravjibhai Ramani, and Sanjaybhai Ramani (collectively the "**Accused**") under Sections 406,409,420,435, 120B and 114 of IPC for committing intentional act of fire at warehouse. The Investigating office, Jasdan Police Station registered criminal case on August 6, 2019 before Taluka Court, Jasdan against accused and filed the charge-sheet. The matter is currently pending.

(iii) Criminal proceedings against ERCSL*

1. ERCSL received a notice under Section 91 of Cr. PC on February 3, 2020 ("**Notice**") from a Senior Police Inspector, s, *inter-alia* directing ERCSL to produce certain information, in respect of the criminal case registered against ERCSL under the Essential Commodities Act, 1955 and Maharashtra Scheduled Commodities Wholesale Dealers Licensing Order, 2015. Furthermore, ERCSL has also received a notice from the Office of the Deputy commissioner of Police, Cyber Crime Cell/EOW ("**Police**") dated August 16, 2016, regarding alleged hoarding of pulses. All information sought by the authorities has been duly provided. The matter is currently pending.

2. The Deputy Controller of Rationing, Civil Supply Department of Maharashtra

("**Authority**") issued a SCN dated October 23, 2015, October 30, 2015, October 31, 2015 and October 31, 2015 to ERCSL for violation of applicable stock limits on imported pulses under the Essential Commodities Act, 1955 ("**Act**") resulting in seizure of the stock stored at various warehouses by the Authority which was subsequently released and registration of an FIR under the Act. The matter is currently pending.

3. ERCSL received a notice from Office of the Deputy Commissioner of Police, Cyber Crime Cell / EOW ("**Police**") on August 16, 2016, in relation to a complaint received by the Police, regarding alleged cartelization and nexus of importers-traders causing artificial scarcity of pulses. The matter is currently pending.

4. Food Safety and Standards Authority of India ("**FSSAI**") filed a complaint before Additional Chief Judicial Magistrate, Kasganj ("**the Court**") against erstwhile Edelweiss Agri Value Chain Limited (now merged with ERCSL) and Neeresh Kumar, an employee of ERCSL, for alleged violation of Section 31(1) of the Food Safety and Standards Act, 2006 for storing of commodities in warehouse without having Food Safety and Standards Authority of India license. The matter is currently pending.

**Please refer to the section titled "Litigation or all legal or regulatory actions involving our Promoter as on the date of this Draft Prospectus" for joint disclosures involving the Promoters and ERCSL.*

(iv) Regulatory Proceedings involving ERCSL

Edelweiss Commodities Services Limited (now known as ERCSL), has been served with a letter from the ED on August 26, 2016, concerning an enquiry for an alleged violation of the provisions of the Foreign Exchange Management Act, 1999 in relation to import of pulses by commodities importer Personal appearances of the ERCSL's executives were sought and the same have been complied with. A SCN was issued by the authorities to the ERCL and the then directors/key executives in this matter in August 2021 and the same has been responded in December 2021. Mr. Venkatchalam A Ramaswamy, Executive Director & Mr. Rujan Panjwani former Executive Director, Edelweiss Financial Services Ltd, received the said notice in their capacity as directors of ERCSL. No further information has been sought by the office of ED and the matter is pending before the authorities since then.

(g) **Nido Home Finance Limited (formerly known as Edelweiss Housing Finance Limited) ("Nido")**

(i) Civil litigation filed by Nido.

Nil

(ii) Criminal proceedings by Nido

1. Nido filed a complaint before the Senior Police Inspector, Bandra Kurla Complex Police Station, Mumbai ("**Authority**") *vide* its letter dated November 19, 2014 against Sachin R. Jayswal and Ratan Ram Jayswal and others (collectively, the "**Accused**") for cheating and forgery in relation to a property situated at Shree Samarth Ashirwad Apartment, Thane, Maharashtra ("**Secured** Property").

Subsequently, Nido also filed an FIR dated January 20, 2015 under Section 154 of the Criminal Procedure Code, 1973 against the Accused before the Authority. Subsequently, Nido filed an application under Section 14 of the SARFAESI Act on September 22, 2016, before Court of District Magistrate, Thane ("**Court**") seeking possession of the Secured Property. Pursuant to which an order dated November 19, 2016 was passed by the Court directing Tahsildar, Thane to take possession of the Secured Property and to handover the articles present in the Secured Property to Nido. Subsequently, Reshma Khan, instituted a special civil suit dated April 19, 2017 before the Civil Judge, Senior Division, Thane against Nido and the Executive Magistrate, Thane Tahsildar Office Station, Thane ("**Defendants**") praying, *inter alia*, to declare Reshma Khan as the legal owner of the Secured Property, to restrain the Defendants from taking possession of the Secured Property. The matter is currently pending.

2. Nido filed a complaint before the Senior Police Inspector, Chaturshrungi Police Station, Pune against Sachin Yashwant Rananaware and Nilam Sachin Rananaware (collectively, the "**Accused**") *vide* its letter dated July 28, 2016 alleging fraud and cheating with reference to a property situated at Chaya Smruti, Pune, Maharashtra ("**Secured Property**"). Subsequently, Nido filed an application dated August 9, 2016, before District Magistrate, Pune ("**Authority**") under Section 14 of the SARFAESI Act seeking possession of the Secured Property. Thereafter, an order dated March 20, 2017 was passed by the Authority directing authorised personnel to take physical possession of the Secured Property. Thereafter, Anil Kenjalkar filed a case before DRT, Pune inter-alia challenging taking of symbolic possession and other incidental reliefs. The matter is currently pending with DRT.

3. Nido issued a notice dated October 20, 2016 to P. Aravindan and A. Aruna (collectively, the "**Accused**") under Section 13(2) and thereafter under Section 13 (4) of the SARFAESI Act for payment of the amount due to Nido in relation to charge created on the property under a home loan dated August 30, 2014 entered between Nido and the Accused ("**Home Loan Agreement**") and issued a subsequent notice for taking possession of the charged property in relation to the Home Loan Agreement. The matter is currently pending. Thereafter, Nido filed a complaint against P. Aravindan and Tholkappian, and the former employees of Nido, J. Vinayagamoorthy, K. Babu and B. Saravanan before the Commissioner of Police, Egmore, Chennai *vide* its letter dated September 27, 2017 alleging forgery of 'Know Your Customer' ("**KYC**") documents and other transactional documents in relation to the Home Loan Agreement. The Accused are presently in judicial custody and the matter is currently pending.

4. Nido issued a notice dated October 20, 2016 to Prem Anand ("**Accused**") under Section 13(2) of the SARFAESI Act for payment of the amount due to Nido in relation to charge created on the property under a home loan dated January 1, 2015 entered between Nido and the Accused ("**Home Loan Agreement**") and issued subsequent notice under Section 13 (4) of SARFAESI Act dated January 3, 2017 for taking possession of the charged property in relation to the Home Loan Agreement. Thereafter, Nido filed a complaint against the Accused and Tholkappian, and the former employee of Nido, J. Vinayagamoorthy before the Commissioner of Police, Egmore, Chennai *vide* its letter dated September 27, 2017 alleging forgery of 'Know Your Customer' ("**KYC**") documents and other transactional documents in relation

to the Home Loan Agreement. The matter is currently pending.

5. Nido disbursed a loan to V3 Mobi Communications Private Limited for an amount of ₹ 20.05 million on December 31, 2017. V3 Mobi Communications Private Limited had been defaulting since March 2018 and was declared a NPA in August 2018. Nido filed a complaint to the Police and EOW, New Delhi on June 29, 2018. The complaint has been registered with EOW and the FIR was lodged on dated September 28, 2018, by the EOW for committing fraud by Om Prakash Singh and Amarjeet Singh for providing security over such asset(s) which were already charged in favour of Punjab National Bank. Subsequently, both Om Prakash Singh (director of V3 Mobi Communications Private Limited) and Amarjeet Singh (seller of the secured asset/residential property), were arrested by EOW. Vide orders dated June 16, 2022, and June 24, 2022, the Om Prakash Singh and Amarjeet Singh were released on conditional bail, which was subsequently cancelled on December 12, 2022. The matter is currently pending.

6. Nido issued a notice dated January 20, 2016, against Somprashant M. Patil and Sonali S. Patil (collectively, the "**Accused**") under Section 13(2) of the SARFAESI Act and subsequent notice dated March 29, 2016 under Section 13(4) of the SARFAESI Act to the Accused intimating them about the symbolic possession of the mortgaged property by Nido. Further, Nido received notices dated July 15, 2015 and April 25, 2016 from Chinchwad Police Station seeking certain documents in relation to the loan granted by Nido to the Accused, pursuant to an FIR filed by Ganpat Datta Salunkhe against the Accused, to which Nido has provided the relevant documents. The matter is currently pending.

7. Rayabarapu Ranapratap availed loan from Nido for purchase of Plot at Enumamula Location. In the year 2001, Kasarala Laxminarsimha Rao; Kasarala Ranga Rao; and Kodari Sadanandam, executed the registered sale deed in favour of Betheli Santosh Kumar. In the year 2012, Betheli Santosh Kumar executed the General Power of Attorney dated February 23, 2012, in favour of Masna Sampath Kumar and cancelled it in the year October 2015, in the same month Betheli Santosh Kumar executed self-declaration deed for change of boundaries. Nido has filed a criminal complaint on February 9, 2019, against Rayabarapu Ranaprathap under various sections of IPC for showing the non-existing property and obtained the loan amount fraudulently before PS Hanmakonda Warangal District. The matter is currently pending.

8. Nido has filed a criminal complaint on January 13, 2020, against Pawan Kumar Goel under various sections of IPC for showing the non-existing property and obtained the loan amount fraudulently on February 22, 2018 before Station Head Officer Barakhamba Road, New Delhi. The matter is currently pending for investigation.

9. Nido filed five separate criminal complaints against its borrowers, Amit Sesmal Jain and nine others before EOW, Pune under various sections of Criminal Procedure Code for fraudulently siphoning off Nido's money amounting to ₹ 14 million while availing home loan facility from the Pune Branch. These cases and matters are pending for inquiry.

10. Nido had provided a home loan of ₹ 1.6 million to Ajaykumar Ashokkumar Raut (Borrower). The Borrower turned delinquent and on carrying out further checks from

the Maharashtra IGR portal, Department of Registration & Stamps it was found that borrower in connivance with seller submitted fraudulent registered property agreements to Nido towards home loan. The Borrower had also fraudulently obtained multiple financing from other financial institutions on the same property. Currently, the charge of other financial institutions including Nido is registered on subject property. Nido has filed an application under Section 14 of SARFAESI Act before District Magistrate Court, Nagpur on December 08, 2020, and said matter is pending for orders from District Magistrate.

11. Nido had provided Home Loan of ₹ 3.06 million to Amol Jalinder Phuge (Borrower). The Borrower turned delinquent and on carrying out further checks, it was found that Borrower had created multiple property documents and had availed loans from other financial institutions on the same property. Charge of other financial institutions is registered by virtue of Notice of Intimation (NOI) however charge of Nido Home Finance Limited (Nido) is first as Nido disbursement is prior to other financial institutions. Nido has filed application under Section 14 of SARFAESI Act before District Magistrate Court, Pune. The matter is currently pending before Tahsildar, Pune for fixation of appointment to take physical possession of property as per order passed by District Magistrate. The matter is pending.

12. Nido had provided Home Loan of ₹ 2 million to Bhausaheb Balasaheb Jahdav (Borrower). The Borrower turned delinquent and carrying out further checks, it was found that Borrower fraudulently opened account in builder's name, siphoned off the loan amount and registered Cancellation Sale Deed. Builder sold the subject property to another buyer without intimating to Nido. Though Nido yet to initiate SARFAESI Act proceedings, Nido reported this case as fraud to NHB. Further, on July 29, 2022, Nido filed a criminal complaint with Khed Police Station, Pune against the Borrowers and one Mrs. Sunita Deepak Ghumatkar, Builder for criminal conspiracy and cheating. The matter is pending for investigation.

13. Nido had provided Home Loan of ₹ 2 million to Divya Flora Sundaram Gollapalli ("**Borrower**"). The Borrower turned delinquent and on carrying out further checks, it was found that borrower had submitted fraudulent property papers/registered agreements, unavailability of layout plan, mismatch in dimensions of property stated in Sale Deed, Technical report vis-à-vis property taken as collateral. The Borrower is not traceable, and property is in the possession of some third party who is claiming the owner of property. Nido has filed Criminal complaint with SR Nagar Police Station, Hyderabad City against Borrower on September 8, 2020. The matter is pending for investigation.

14. Nido had provided Home Loan of ₹ 7.4 million to M Hanumantha Rao ("**Borrower**"). The Borrower turned delinquent and on carrying out further checks, it was found that builder had done multiple transactions on the subject property and sold property to multiple buyers. Builder has provided fraudulent registered property agreement to Borrower which was submitted to Nido Home Finance Limited towards Home Loan. Builder is absconding and not traceable. Currently, subject property is occupied by third parties and claiming owner of the property. Nido has filed criminal complaint on September 24, 2020, against Borrower at Koramangala Police station, Bangalore. The matter pending for investigation.

15. Nido had provided Home Loan of ₹ 2 million to Menta Bhanuprakash ("**Borrower**"). The Borrower turned delinquent and on carrying out further checks, it was found that Borrower defrauded Nido by submitting colour xerox/fake property documents. Subject property falls under Prohibited Property List. Nido has filed application u/s 14 of SARFAESI Act before District Magistrate Court, Nellore on December 22, 2019 and said is pending for order from District Magistrate, Nellore. The matter is pending.

16. Nido had provided Home Loan of ₹ 4.99 million to Rajkumar Silarpur ("**Borrower**"). The Borrower turned delinquent and on carrying out further checks, it was found that Borrower had misrepresented the facts about seller and submitted invalid Sale Deed. General Power of Attorney (GPA) basis which Sale Deed was executed was not valid as Seller was not alive at the time of execution and consequently Sale Deed also becomes invalid. Property is in the possession of some third party, B. Karunakar ("**Third Party**"), who is claiming the owner of property and alleging to be the original owner of the Secured Property, the Third Party has filed application before DRT on October 06, 2020 against Nido alleging to be the original owner of mortgaged property, which remains pending for hearing. Further, Nido has filed an application under Section 14 of SARFAESI Act before District Magistrate Court, Secunderabad on January 08, 2021 and is pending for orders. The matter is currently pending.

17. Nido had provided Home Loan of ₹ 1.5 million to Yernamma Kommineni ("**Borrower**"). The Borrower turned delinquent on carrying out further checks, it was found that Borrower in connivance with seller defrauded Nido by misrepresenting the facts and creating false profile and submitted fake business and income documents. The Borrower is not traceable. Property was overvalued by more than ₹ 1.9 million. (at acquisition - ₹ 3 million and latest valuation - ₹ 1.08 million) Valued property (Near to highway/main road) and the property as per Sale Deed (lies in interiors) both are different. Subject property is into the interiors. Nido has sold the property in auction to third party. Nido is in process of filing OA (Original Application) for loss on sale before DRT. Though Nido yet to initiate SARFAESI Act proceedings, Nido reported this case as fraud to NHB.

18. Nido had provided home loan of ₹ 10.5 million to Jitendra Dalchand Jain and Kavita Jain ("**Borrowers**"). The Borrowers turned delinquent, and on carrying out further checks, it was found the Borrowers in connivance with the developer have defrauded Nido by misrepresenting the unit numbers being mortgaged with Nido, submitted forged approved plan and issuing NOC, Receipts and entering into a registered sale deed for non-existent properties by the developer. The developer fraudulently submitted a plan where the Permanent Transit Cam ("**PTC**") were shown as free sale units, and the Slum Redevelopment Authority ("**SRA**") stamp and correct approval number was put on the fabricated plan. On February 25, 2021, Nido filed criminal complaint against Borrowers, and Neeraj M Ved, Proprietor of Shreenath Corporation, Builders and Developers of Forgery, Criminal Breach of Trust and Cheating with BKC Police Station, Bandra, Mumbai. The Complaint is pending for investigation.

19. Nido had provided Home Loan of ₹ 14.2 million to Nikesh Mohan Gajara and Gitaben Mohanlal Gajara ("**Borrowers**"). The Borrowers turned delinquent, and on

carrying out further checks, it was found that the Borrowers in connivance with the developer have defrauded Nido by misrepresenting the unit numbers being mortgaged with Nido, submitted forged approved plan and issuing NOC, Receipts and entering into a registered sale deed for non-existent properties by the developer. The developer fraudulently submitted a plan where the Permanent Transit Cam ("**PTC**") were shown as free sale units, and the Slum Redevelopment Authority ("**SRA**") stamp and correct approval number was put on the fabricated plan. On February 25, 2021, Nido filed criminal complaint against Borrowers, and Neeraj M Ved, Proprietor of Shreenath Corporation, Builders and Developers **("Accused")** of Forgery, Criminal Breach of Trust and Cheating with BKC Police Station, Bandra, Mumbai. On November 08, 2023, FIR being No. 662 of 2023 was registered against Accused under Sections 409, 420, 465, 467, 471 and 34 of the IPC before the Bandra Kurla Complex police station. The investigation is pending.

20. Nido had provided home loan of ₹ 1.96 million to Ganesh Shankar Rakshe and Rupali Ganesh Rakshe ("**Borrowers**"). The Borrowers turned delinquent and on carrying out further checks, it was found that the Borrowers have availed multiple loans against mortgaged home loan property from various other banks and financial institutions by submitting forged documents. Nido therefore, issued a demand notice dated April 30, 2019, to the Borrowers under Section 13(2) of SARFAESI Act for payment of outstanding amounts. Subsequently, Nido also filed a criminal complaint against the Borrowers ("**Accused**") vide its letter dated March 04, 2021, with reference to mortgage home loan against property situated at California Heights, Pune, Maharashtra, ("**Secured Property**"), before the Senior Police Inspector, Chaturshrungi Police Station, Pune for fraud and cheating committed by the Accused. The complaint is pending for investigation.

21. Nido had provided home loan of ₹ 2.36 million to Aashish Nandkumar Gaikwad and Sonali Aashish Gaikwad ("**Borrowers**"). The Borrowers turned delinquent and on carrying out further checks, it was found that the Borrowers have availed multiple loans against mortgaged home loan property from various other Banks and Financial Institutions by submitting forged documents. Nido therefore, issued a demand notice dated September 29, 2019, to the Borrowers under Section 13(2) of SARFAESI Act. Subsequently, Nido filed a criminal complaint against the Borrowers ("Accused") vide its letter dated June 22,2021 with reference to mortgage home loan property situated at Samarth Residency, in Pune, Maharashtra ("**Secured Property**"), before the Senior Police Inspector, Chaturshrungi Police Station, Pune for fraud and cheating committed by the Accused. The Complaint is pending for investigation.

22. Nido, filed a criminal complaint dated December 4, 2021, before the Dy. Commissioner of Police- Central, Faridabad, Haryana against: (i) Manish Kumar Pandey, (ii) Haribansh Kumari Pandey and (iii) Raghav Sharma (collectively, the "**Accused**") for committing offence of criminal breach of trust, fraud, cheating punishable under various provisions of IPC while availing mortgage loan against property situated at Sector 28, Housing Board Colony, Faridabad, Haryana. It is alleged that the accused persons have submitted the forged title and loan documents and availed a loan of ₹ 15 million. Subsequently, under detailed verification it was revealed that the original property owner was deceased much prior to executing sale deed/title deed and Accused persons obtained the loan against forged documents. Nido reported a fraud case to central fraud monitoring cell, RBI, Bengaluru and

department of Non-Banking Supervision, RBI, Mumbai as well as NHB, Department of Supervision, New Delhi. The investigation is currently pending.

23. Nido filed a criminal complaint dated February 24, 2022 before the In-charge, Police chowki, Sector 28, Faridabad, Haryana against Renu Dialani, Vinay Kumar Bhatia, Vishal Pawar, DSA namely Pramod Agarwal, Rekha Agarwal, Mrs. Veena Pahwa, Kuldeep Arya alias Kuldeep Pundir (collectively, the "**Accused**") for committing offence of criminal breach of trust, fraud, cheating punishable under various provisions of IPC while availing mortgage loan against property situated at Sector 28, Housing Board Colony, Faridabad, Haryana. Nido reported this case as fraud to Central Fraud Monitoring Cell, RBI, Bengaluru and Department of Non-Banking Supervision, RBI, Mumbai as well as NHB, Department of Supervision, New Delhi. - Further as regards to recovery of outstanding amount, Nido initiated arbitration proceedings at Mumbai claim amount ₹8.62 million, pursuant to which an arbitration award dated September 24, 2022 was passed which entitled Nido to claim entire outstanding amount up to the date of termination of agreement. The matter is currently pending.

24. Nido filed a criminal complaint dated March 7, 2022 before the In-charge, Police chowki, Sector 28, Faridabad, Haryana against 1) Pramod Agarwal, 2) Vishal Pawar, DSA, 3) Ms. Smita Singh, 4) Abhishek Singh, 5) Smt. Kusum Praveen, 6) Kuldeep Arya alias Kuldeep Pundir, 7) Ms. Chetna Agarwal and 8) Gaurav Agarwal **(collectively, the "Accused")** for committing offence of criminal breach of trust, fraud, cheating punishable under various provisions of IPC while availing home loan against property situated at KLJ Platinum Plus, Faridabad, Haryana. The Accused persons have submitted the forged title and loan documents, while availing mortgage loan of ₹ 2.95 million. Subsequently, under detailed verification it is revealed that the Borrowers, Accused Nos. 3 & 4 are not original owners of the mortgaged property and property has been claimed by the Accused Nos. 7 and 8 i.e. the daughter and son-in-law of the Accused No. 1 under gift deed. Nido also reported this case as Fraud to Central Fraud Monitoring Cell, RBI, Bengaluru and Department of Non-Banking Supervision, RBI, Mumbai as well as NHB, Department of Supervision, New Delhi. The investigation is currently pending. Nido also initiated arbitration proceedings against the Borrowers, pursuant to which an arbitration award dated September 24, 2022, was passed which entitled Nido to claim entire outstanding amount up to the date of termination of agreement. The matter is currently pending.

25. Nido has filed a complaint dated June 03, 2025, before Station House Officer, Machavaram Police Station, Vijaywada, to lodge a first information report ("**FIR**") against Mr. Mohammad Afazal, Mr. Shaik Mohammad Rafi, Mr. Vijay Prakash Bathula, Mr. K Ramana Reddy DSA, and Ms. Merugu Manasa (**"Borrowers"**) for cheating and defrauding Nido by fabricating documents in relation to the housing loan of ₹ 32,70,000/- availed from Nido regarding purchase of a property in the month of November 2024.

Further, the Borrowers defaulted on making repayment for the aforesaid loan facility. On further investigation, it was revealed that the Borrowers had misrepresented their information including profile (occupation & income) for loan disbursement and impersonated an unknown persons as their father (in the capacity of co-applicant) while availing such loan. Further, it was revealed that the seller was not the original

owner of the property, however, participated in such impersonation and forgery by the Borrowers and created forged documents to the property and submitted to us claiming to be the owner. All the Borrowers were sourced through third-party DSAs, namely Mr. K Ramana Reddy and Ms. Merugu Manasa, who, in collusion with Mr. Bathuala Vijay Prakas, Mr. Mohammad Afzal, and Mr. Shaikh Mohammad Rafi, provided fake property documents and falsely represented themselves as the property's original owners. The matter is current pending for investigation.

(iii) Regulatory matters involving Nido.

1. Nido received a SCN dated June 30, 2020, issued by the NHB seeking reasons as to why the penalty of ₹ 0.01 million in terms of the provisions of the National Housing Bank Act, 1987, should not be imposed on Nido inter alia for having non- adherence of certain policy circular. Nido has submitted its reply on SCN on July 21, 2020. The NHB vide its email dated October 15, 2020, has sought for additional information. Nido has submitted its reply on October 19, 2020. No further information has been sought by the NHB.

2. Nido received letters dated February 9, 2024 bearing reference numbers SEBI/HO/DDHS-SEC- 1/P/OW/2024/5800/1 and SEBI/HO/DDHS-SEC-1/P/OW/2024/5819/1 from the Securities Exchange Board of India ("**SEBI Letter**") in connection with incentives provided to certain category of investors of the non–convertible debentures issued by Nido in accordance with the terms stipulated under certain public issuances of debentures between August 9, 2021 until November 30, 2023. SEBI pursuant to its notice dated June 14, 2024 addressed to Nido, has issued a notice for summary settlement of the probable proceedings under the SEBI (Settlement Proceedings) Regulations, 2018 as provided in the SEBI Letter. Nido has filed a settlement application dated July 12, 2024, paying the corresponding processing fees for the settlement application and remitted the settlement amount of ₹ 0.75 million. Pursuant to a personal hearing by SEBI, the Company has made an application to SEBI by way of an email dated October 17, 2025, to file a normal settlement under Regulation 3 of SEBI (Settlement Proceedings) Regulations, 2018. The said application is pending before SEBI.

(iv) Civil proceedings against Nido*

Nil

(h) **Comtrade Commodities Services Limited (formerly known as Edelweiss Comtrade Limited) ("Comtrade Commodities")**

(i) Criminal Proceedings filed against Comtrade Commodities

1. Comtrade Commodities has been served with the notice dated January 9, 2019 from the office of EOW, Special Investigation Team, Mumbai issued under Section 91 of the Criminal Procedure Code *inter-alia* informing that the department is investigating the offences registered against National Spot Exchange Limited, its directors, Financial Technology India Limited, its directors, borrowers, brokers and others for committing several acts of forgery and criminal breach trust pursuant to criminal conspiracy hatched by them.

2. Comtrade Commodities has been served with the Notice dated February 15, 2019 on March 16, 2019 from the office of EOW, National Spot Exchange Limited – Special Investigation Team, Mumbai issued under Section 91 of the Criminal Procedure Code inter-alia informing that department is investigating the offences registered against National Spot Exchange Limited, its directors, Financial Technologies (India) Limited (now 63 Moons Technologies Limited), its directors, borrowers, brokers and others for committing several acts of forgery and criminal breach trust pursuant to criminal conspiracy hatched by them. EOW is investigating the complaint of SEBI against 300 brokers for illegal trading on the National Spot Exchange Limited. EOW, directed to provide the information along with supporting documents like original membership form with agreement with National Spot Exchange Limited, certified Registrars of Companies' documents, PAN card, volume of trades, brokerage etc. and attend the office of EOW to record statement. Edelweiss Comtrade *vide* its letter dated March 25, 2019 provided the required details as called for. EOW vide it's another notice dated October 28, 2021, called upon Comtrade Commodities for further submission of information and personal attendance for the further investigation of the matter. Comtrade Commodities vide its reply dated November 15, 2021 submitted various documents requested by EOW. Later, Comtrade Commodities provided additional documents vide reply dated January 21, 2022 that were requisitioned by EOW vide its notice dated December 31, 2021.The investigation is currently pending.

(ii) Regulatory Proceedings involving Comtrade Commodities

On September 26, 2018, Comtrade Commodities was served with a show cause notice from SEBI (Designated Authority), Enquiries and Adjudication Department, Mumbai issued under Section 25(1) of SEBI (Intermediaries) Regulations, 2008 ("**SCN**"). The SCN was issued with respect to paired contracts in National Spot Exchange Limited ("**NSEL**"). SEBI, thereafter, issued a supplementary show cause notice dated October 11, 2022. Pursuant to this, SEBI by way of its order dated March 28, 2023, cancelled the registration of Comtrade Commodities as stock broker in the securities market ("**Impugned Order**"). Comtrade Commodities filed an appeal dated April 5, 2023, before SAT seeking the quashing and setting aside of the Impugned Order ("**Appeal**"). SAT, vide its order dated April 13, 2023, granted a stay on the effect and operation of the Order. Thereafter, SAT vide its order dated December 12, 2023 ("**Disposal Order**") disposed of the Appeal along with a group of appeals and directed SEBI to consider and frame a scheme of settlement ("**Settlement Scheme**") within 3 (three) months from the date of the Disposal Order, and further, extended the stay granted on the Order until disposal of the matter as per the Settlement Scheme. Further, SAT by its Order dated March 14, 2024, allowed extension of 4 (four) months to SEBI to formulate the Settlement Scheme; Order of July 12, 2024, granted a further extension of 6(six) months to SEBI to formulate the Settlement Scheme. Order of March 12, 2025, granted an additional extension of 4(four) months to formulate the Settlement Scheme. Comtrade Commodities received a formal communication from SEBI in this regard on August 28, 2025. SEBI, by a public notice dated July 9, 2025, announced its proposed NSEL Settlement Scheme 2025 (**"NSEL Settlement Scheme**"). Pursuant to the NSEL Settlement Scheme, Comtrade Commodities filed the Settlement Application (*with the settlement application fee of INR 29,500/-),* along with the necessary documentation, and paid the settlement amount of INR 6,61,261/- to SEBI on September 9, 2025. The Company has received electronic confirmation from SEBI confirming receipt of the settlement application fee and the settlement amount. The stay, of the operation of the

Impugned Order, granted by SAT Order 1, continues while the Company awaits the order of SEBI under the Settlement Scheme.

(i) **Edelweiss Global Wealth Management Limited ("EGWML")**

Criminal Proceedings filed against Edelweiss Global Wealth Management Limited

EGWML received notice dated September 4, 2020, from EOW, Gurugram in regard to the complaint dated August 20, 2020 filed by one of it's the client Parinidhi Minda against EGWML officials Anshul Kapoor, Amit Saxena and Ashish Gopal and directed to attend personally along with necessary papers and documents to record statements. Subsequently, the complaint stands transferred to Police Station, namely, SEC-7, IMT, MSR, Manesar, District – Gurugram. EGWML and its officials, thereafter, received a notice dated October 27, 2020 from said Police Station to appear before Investigating Officer along with supporting documents for the purpose of recording statements. The inquiry is currently pending.

(j) **Ecap Securities and Investment Limited ("Ecap Securities")**

(i) Civil Proceedings against Ecap Securities

Nil

(ii) Criminal proceedings by and against Ecap Securities

Nil

(k) **Edel Investments Limited ("Edel Investments")**

(i) Civil proceedings against Edel Investments

Om Builders Private Limited ("**Plaintiff**") filed a suit against Orbit Abode Private Limited ("**Defendant no. 1**") and Edel Investments ("**Defendant no. 2**") before the Bombay High Court ("**Court**").The Plaintiff has filed the suit for declaration of the sale deed executed in favour of Defendant no. 2 for sale of 95% share in one fourth undivided share, right, title and interest in all that piece and parcel of land hereditaments and premises equivalent to 11,198 square yards equivalent to 9,363 square meters of Malabar Cumballa Hill Division together with the bungalow known as 'Kilachand House' by Defendant no.1, as null and void. The matter is currently pending.

(ii) Criminal proceedings involving Edel Investments

Nil

(l) **Zuno General Insurance Limited ("Zuno")**

(i) Regulatory Proceedings involving Zuno

Zuno received an OIO dated December 22, 2023 imposing a tax liability of ₹ 323.95 million and penalty of ₹ 32.40 million from the Joint Commissioner, CGST & CX Central Excise Thane ("Authority"). The Authority held that Zuno has failed to discharge its GST liabilities on co-insurance premium and re-insurance commission. Zuno has filed a writ application against the OIO. Pursuant to circular bearing reference number Circular No. 244/01/2025-GST dated

January 28, 2025, certain activities shall be treated neither as a supply of goods nor as supply of services under Schedule III of the Central Goods and Services Act, 2017. Accordingly, since the activities subject to the OIO dated December 22, 2023 are no longer considered a service, there is no tax liability with respect to co-insurance premium and reinsurance commission. By way of an order dated June 30, 2025, the Hon'ble High Court of Bombay has remanded back to the matter for consideration by the appropriate adjudicating authorities. Following the remand, Zuno has received a fresh order-in-original dated September 29, 2025 passed by the Authority, confirming demand and penalty. Zuno has filed writ petition before the Hon'ble Bombay High Court challenging the said order.

(m) **EAAA India Alternatives Limited (formerly known as Edelweiss Alternative Asset Advisors Limited) ("EAAA")***

(i) Regulatory Proceedings involving EAAA

1. Pursuant to a thematic inspection conducted by SEBI under Regulation 30 of the SEBI AIF Regulations in respect of certain funds managed by EAAA, the SEBI issued an inspection report dated March 18, 2025 ("**Inspection Report**"). Under the Inspection Report, SEBI has made certain observations regarding certain violations of the SEBI AIF Regulations including inadequate disclosures related to potential conflict of interests (including implementation of the relevant policies) for the funds and inaccurate disclosure in the annual compliance test reports. EAAA submitted its detailed written response to SEBI on April 16, 2025, and has thereafter provided additional clarifications and supporting submissions as sought by SEBI. The matter has since remained pending SEBI's further consideration and action. Without admission of any observations, findings or conclusion contained in the Inspection Report, EAAA has filed a settlement application dated December 2, 2025 under the SEBI (Settlement Proceedings) Regulations, 2018, which is currently pending before SEBI.

2. An intervention petition had been filed by a minority shareholder of Hindustan National Glass and Industries Limited **("HNGIL")**, praying to set aside the resolution plan submitted by AGI Greenpac Limited **("AGI")** in relation to the corporate debtor, being HNGIL, before the NCLT, Kolkata. EAAA was involved of fund manager and an investors as part of the approved resolution plan of AGI. The Hon'ble Supreme Court of India, by way of order dated January 29, 2025, set aside and quashed the aforesaid resolution plan and subsequently, on July 4 2025 the NCLT Kolkata dismissed the intervention petition on account of being infructuous.

** Please refer to the disclosures under the section titled "Criminal Proceedings Against the Issuer" for details of the criminal proceedings involving EAAA as a party.*

(n) **Sekura India Management Limited ("SIML")**

(i) Regulatory Proceedings involving SIML

By way of a letter dated September 11, 2024, SIML received an observation letter for deficiency in the data provided by SIML, in its capacity as a portfolio manager, as per the reporting requirement for offsite inspection data. SIML was directed to submit the pending details to SEBI to ensure compliance within the timeline prescribed by SEBI.

(o) **EAAA Real Assets Managers Limited ("ERAML")**

(i) Pursuant to the thematic inspection carried out by SEBI in relation to Anzen India Energy Yield Plus Trust ("**Anzen**") for the period of November 16, 2022 to April 30, 2024 by the SEBI, ERAML acting in its capacity as an Investment Manager of Anzen received an administrative warning from SEBI by way of dated March 28, 2025 bearing number SEBI/HO/DDHS/DDHS-SEC-2/P/OW/2025/0000009785/1. Anzen, acting through ERAML submitted its responses for the observations raised by SEBI by way of letter dated April 30, 2025, and subsequently, the action taken report was also placed before the Board of Directors of the ERAML, at their Meeting held on May 5, 2025. Further, an update on action taken report was also filed with SEBI on May 16, 2025.

(ii) Pursuant to the thematic inspection of Anzen by SEBI, Anzen received a letter no. SEBI/HO/DDHS/DDHS-SEC-1/P/OW/2024/4227/1 dated February 6, 2025, from SEBI with respect to the disclosures made by Anzen in the valuation reports. The Company along with Bharat InvITs Association have made necessary recommendations to SEBI. Post which the responses were filed with SEBI on April 11, 2025, and subsequently, the action taken report was also placed before the board of directors of ERAML at their Meeting held on May 5, 2025. Further, an update on action take report was also filed with SEBI on May 16, 2025.

(p) **Ecap Equities Limited ("ECap Equities")**

(i) Civil Proceedings by ECap Equities

Ecap Equities ("**Plaintiffs**") has instituted Commercial Summary Suit No. 7440 of 2023 before the Hon'ble Bombay High Court against Variegate Real Estate Private Limited ("Defendants") seeking recovery of an aggregate sum of ₹239.85 million. The Plaintiffs had advanced an inter-corporate deposit ("**ICD**") to the Defendants amounting to ₹160 million, carrying an agreed interest rate of 15% per annum, along with default interest at the rate of 2% per annum, payable in the event of any delay in payment beyond September 29, 2020, which period was extendable by mutual agreement for an additional month.

Despite repeated demands and reminders from the Plaintiffs, the Defendants have failed and neglected to repay the dues, resulting in an outstanding liability of ₹239.85 million. Consequently, the Plaintiffs have sought appropriate relief from the Hon'ble Court. The matter is currently pending.

(ii) Civil proceedings against ECap Equities

GVK Energy and others ("**Plaintiffs**") have filed a suit for declaration and permanent injunction on the sale of shares of Alaknanda Hydro Power Company Limited ("**Alaknanda**") against EARC Trust SC 429, ECL Finance Limited, Ecap Securities and Investments Limited, Edelweiss Finvest Limited (now merged with Edel Finance Company Limited), and others ("**Defendants**"). The Plaintiffs had taken various loans which were secured by way of shares. The Plaintiffs committed default in repayment of loans and a settlement agreement was entered into, and thereafter an extension vide letter dated June 18, 2021, was also granted, however Plaintiffs defaulted in payments. After the default, ECL Finance Limited, one of the Defendants in the suit invoked the

pledge on the said shares, which led to the filing of the present suit by the Plaintiffs, whereby they have prayed for reliefs including stay on the operation of the invocation notice dated May 17, 2022, pertaining to the pledge agreement and maintenance of status quo of the shares of the plaintiff and the security interest under the settlement agreement. ECL Finance Limited submitted that they are in process of selling the shares. The Delhi High Court, vide order dated May 31, 2022, has asked ECL to intimate the Court and the plaintiffs of any good offers once received for sale of shares. In the event the Plaintiffs are unable to match the offer of the Defendants, the Defendants would be eligible to sell the said shares at the best offer received by them. It was clarified that the defendants shall be free to invoke the pledged shares. The Plaintiffs have filed another interim application no. 9762/2022 ("**Interim Application**"), seeking restraining order against defendants for taking any action on the demand notices issued by them. EARC filed its written statement and its reply to the Interim Application on September 14, 2022. Subsequently, EARC sanctioned a settlement proposal dated October 9, 2023 (which was further amended vide letter dated October 30, 2023), which has been further extended for repayment until June 30, 2024. However, Plaintiffs have failed to adhere to the settlement timelines and defaulted in making payments. Plaintiffs have requested for another extension till September 30, 2024 which was under evaluation. Subsequently, by way of assignment agreement(s) dated October 14, 2024, EARC assigned the loans along with the underlying security interest, availed by the Plaintiffs and Alaknanda to Phoenix ARC Private Limited ("**Phoenix ARC**") along with the right to initiate, substitute and pursue all legal proceedings pursuant to Section 5 of the SARFAESI Act. By virtue of this assignment, Phoenix ARC Private Limited is deemed to be the lender for the facilities availed by the Plaintiffs and Alaknanda and is legally entitled to initiate and pursue proceedings against them. This includes the right to substitute itself in all pending proceedings and to exercise all remedies available under Section 5 and Section 5A of the SARFAESI Act. Further, Phoenix ARC has filed for substitution . By way of orders dated September 4, 2025 and October 29, 2025, the Hon'ble High Court of Delhi has substituted EARC and ECL Finance with Phoenix ARC as defendants.

(q) The Issuer and its Subsidiaries including EFCL and ERCSL have filed numerous cases under Section 138 of the Negotiable Instruments Act, 1881 involving a total amount of up to ₹ 240.30 million, against certain debtors for dishonour of cheques. These cases are currently pending across different courts in India.

5. **Litigation involving our Group Companies**

(a) EAML

a. Civil proceedings against Directors of EAML

NIL

b. Criminal proceedings against EAML

Edelweiss Arbitrage Fund (a mutual fund managed by EAML) was served with a show cause notice dated January 10, 2019, from the office of Registrar / Adjudicating Authority, PMLA, New Delhi, to appear and show cause before the Adjudicating Authority, PMLA, New Delhi, in connection with the provisional attachment order dated

December 8, 2018 issued by the Deputy Director, Enforcement Directorate, New Delhi, in relation to the ongoing investigations involving certain investments made by Mainak Agency Private Limited, a client of Edelweiss Arbitrage Fund, amounting to ₹ 3.51 million and its alleged role in the unethical dealings concerning Agusta Westland, Italy VVIP helicopter case. On March 25, 2019, EAML, being the investment manager, filed its reply conforming the freeze of concerned mutual fund account and fluctuation of value of units depending upon NAV at the time of redemption. The Adjudicating Authority by way of an order dated May 30, 2019 confirmed the provisional attachment order dated December 8, 2018. Pursuant thereto, Edelweiss Arbitrage Fund received a notice dated June 8, 2019 from the Deputy Director, Directorate of Enforcement, New Delhi, directing Edelweiss Arbitrage Fund to handover the possession of the investments lying in mutual fund account(s) maintained by Mainak Agency Private Limited, in favour of the Directorate of Enforcement (PMLA). Accordingly, Edelweiss Arbitrage Fund liquidated the investments on June 26, 2019, and transferred the sale proceeds to the bank account of the Directorate of Enforcement (PMLA).

c. Criminal proceedings by EAML

A Complaint was filed before Additional Chief Metropolitan Magistrate, 71st Court, Bandra by EAML against Anil Nath ("**Accused**") *inter-alia* for the offences of criminal defamation, under Section 499 of the IPC for the defamation and loss of reputation caused to EAML, due to the acts and actions of the Accused. The matter is currently pending.

d. Regulatory Proceedings involving EAML

SEBI issued a show cause notice dated January 04, 2024 ("**Notice**") to EAML and its key managerial personnels ("**Noticees**") alleging that the Edelweiss Focused Fund had deviated from the prescribed asset allocation (30 stocks) in violation of certain circulars and regulation issued by SEBI including the circular dated October 06, 2017. The Noticees filed their replies to the Notice on February 2, 2024, contesting the alleged violations. Subsequently, the Noticees submitted a settlement application dated February 13, 2024, while continuing to dispute the alleged violations. However, the settlement application was later withdrawn on May 10, 2024. SEBI issued its final adjudication order dated October 25, 2024 (along with a corrigendum dated October 28, 2024), levying a penalty of ₹0.80 million on EAML and ₹0.40 million each on Radhika Gupta and Trideep Bhattacharya for the violations. In the order, SEBI observed that the violations did not result in any quantifiable or established disproportionate gain, unfair advantage, or consequential loss to any investor or group of investors, nor did they generate profits for the Noticees. Further, SEBI noted that there was no evidence to indicate that the violations were repetitive in nature. The deadline to pay the penalty is December 9, 2024. While EAML and Mr. Trideep Bhattacharya have paid the penalty on December 7, 2024, and November 27, 2024, respectively. Further, Ms. Radhika Gupta (one of the Noticees and key managerial personnel of EAMPL) has filed an appeal against the order dated October 25, 2024 and the impugned order has been stayed. The appeal remains pending.

(b) Edelweiss Trusteeship Company Limited

Nil.

OTHER INFORMATION

1. **Taxation**

(a) **Summary of direct tax litigation involving the Issuer and its subsidiaries**

(i) Edelweiss Rural & Corporate Services Limited (ERCSL)

In respect of assessment proceedings by the Income Tax Department for the assessment year 2019-20, pursuant to investigation, ERCSL has received an assessment order dated June 26, 2024 from the Office of the Deputy Commissioner of Income-tax, Central Circle 1(1), Mumbai in which certain disallowances/ additions have been made and notice of demand under Section 156 of the Income-tax Act, 1961 has been issued. The disallowances/ additions mainly relate to disallowance of expenditure claimed in respect of employee stock options granted to employees and disallowance under section 14A in respect of expenditure incurred in relation to income that is exempt from tax, disallowance of depreciation claimed on goodwill, disallowance of expenditure under section 37(1) of the Act and additions made in respect of certain transactions. The tax liability of the aforesaid assessment order dated June 26, 2024 on ERCSL is ₹ 361.24 million. An appeal against the said assessment order has also been filed by ERCSL on July 15, 2024, before the Commissioner of Income-tax (Appeals) and the outcome of the said appeal remains pending.

(ii) ECap Securities and Investments Limited (ESIL)

In respect of assessment proceedings by the Income Tax Department for the assessment year 2019-20, pursuant to investigation, ESIL has received assessment order dated May 31, 2024 from the Office of the Deputy Commissioner of Income-tax, Central Circle 1(1), Mumbai wherein certain disallowances/ additions have been observed and accordingly, demand notice under Section 156 of the Income-tax Act, 1961 has been issued. The disallowances/ additions pertain to disallowance of expenditure claimed in respect of employee stock options granted to employees and disallowance under section 14A incurred in relation to income exempt from tax, disallowance of depreciation claimed on goodwill and additions made in respect of certain transactions. The tax liability of the said assessment order dated May 31, 2024 on ESIL is ₹ 371.09 million. An appeal against the said assessment order has been filed by ESIL on June 21, 2024, before the Commissioner of Income-tax (Appeals) and remains pending.

(iii) Ecap Equities Limited (EEL)

In respect of assessment proceedings by the Income Tax Department for the assessment year 2023-24, pursuant to investigation, EEL has received an assessment order dated May 31, 2024 from the Office of the Deputy Commissioner of Income-tax, Central Circle 1(1), Mumbai in which certain disallowances/ additions have been made and notice of demand under Section 156 of the Income-tax Act, 1961 has been issued. The disallowances/ additions pertains to expenditure claimed in respect of employee stock options granted to employees and additions made in respect of certain transactions. The tax liability of the said assessment order dated May 31, 2024 on EEL is ₹ 270.04 million. An appeal against the said assessment order has also been filed by EEL before the Commissioner of Income-tax (Appeals) on June 18, 2024 which remains pending.

(iv) ECL Finance Limited

A. In respect of assessment proceedings by the Income Tax Department for the assessment year 2018-19, pursuant to the investigation, ECLF received assessment order dated June 3, 2024 from the Office of the Deputy Commissioner of Income-tax, Central Circle 1(1), Mumbai, in which certain disallowances/ additions have been made and notice of demand under Section 156 of the Income-tax Act, 1961 has been issued. The disallowances/ additions pertain to disallowance of expenditure claimed in respect of employee stock options granted to employees, disallowance of Company's 80G claim, disallowance of certain expenses under section 37 and additions made in respect of certain transactions. The tax liability of the said assessment order dated June 3, 2024 on ECLF is ₹ 376.53 million. An appeal against the said assessment order dated June 3, 2024 has been filed by ECLF before the Commissioner of Income-tax (Appeals) on June 27, 2024 which remains pending.

B. In respect of assessment proceedings by the Income Tax Department for the assessment year 2020-21, pursuant to the investigation, ECLF received assessment order dated May 31, 2024 from the Office of the Deputy Commissioner of Income-tax, Central Circle 1(1), Mumbai, in which certain disallowances/ additions have been made and notice of demand under Section 156 of the Income-tax Act, 1961 has been issued. The disallowances/ additions mainly relate to disallowance of expenditure claimed in respect of employee stock options granted to employees, disallowance of certain expenses under section 37, disallowance of loss on sale of certain business assets and additions made in respect of certain transactions. The tax liability of the said assessment order dated May 31, 2024 on ECLF is ₹ 294.43 million. An appeal against the said assessment order dated May 31, 2024 has been filed by ECLF before the Commissioner of Income-tax (Appeals) on June 27, 2024 which remains pending.

(b) **Summary of indirect tax litigation involving the Issuer and its subsidiaries**

(i) Edelweiss Financial Services Limited:

Show cause notice dated September 30, 2013 was issued by Commissioner of Service Tax, Mumbai to EFSL for the period 2009-10 to 2012-13 (up to June 2012) demanding service tax on credit rating support fees charged by EFSL from its subsidiary companies. It was alleged by the Service Tax Department that EFSL provided support service and therefore, is liable to pay Service Tax. Thereafter, Commissioner of Service Tax levied service tax and penalty of ₹430.75 million by way of an order dated April 29, 2015. Aggrieved by the Order, EFSL has filed an appeal before CESTAT on July 28, 2015 which remains pending.

2. **Details of acts of material frauds committed against the Issuer in the preceding three financial and the current financial year, if any, and if so, the action taken by the Issuer**

Nil

3. **Details of default, if any, including therein the amount involved, duration of default and present status, in repayment of statutory dues; debentures and interests thereon; deposits and interest thereon; and loan from any bank or financial institution and interest thereon**

Nil

4. **Pending proceedings initiated against the Issuer for economic offences**

Nil

5. **Details of inquiries, inspections or investigations initiated or conducted under the Companies Act, 1956 or the Companies Act, 2013 or the securities law against the Issuer and its Subsidiaries in the last three years immediately preceding the year of issue of this Draft Prospectus along with section wise details of prosecutions filed (whether pending or not), fines imposed or offences compounded against the Issuer and its Subsidiaries in the three years immediately preceding the year of issue of this Draft Prospectus.**

(i) On March 22, 2021, EARC received, MCA letter dated March 18, 2021, regarding inspection of the books of accounts and other books and papers of EARC under Section 206(5) of the Companies Act, 2013. EARC has furnished all the required documents and information to MCA in April 2021. Further at the request of MCA, EARC re-submitted documents on December 03, 2021. MCA by its Letter dated November 1, 2022, informed EARC to provide its comments and reply to the letter dated October 15, 2022 addressed by Mr. Paras Kuhad **("Kuhad Letter")** to the MCA. In the Kuhad Letter, Mr. Kuhad has requested MCA to provide him with the response given by EARC along with the documents furnished in support thereof, and all other information/ documents which have come into the possession of MCA pursuant to the inspection of books initiated in March 2021. EARC vide its letter dated November 25, 2022 furnished its comments as requested by the MCA. Subsequently, EARC received another letter from MCA dated July 25, 2023 in relation to issuance of preference shares, pledge of SRs in relation to issuance of secured NCDs, acquisition of loans from group companies, clarification in relation to certain provisions Companies Act & Ind AS, and payment of remuneration to statutory auditors. EARC has submitted its detailed response and clarifications to MCA vide letter dated September 14, 2023. Pursuant to certain follow-up queries raised by the MCA during the current Financial Year, EARC was required to submit additional information and has furnished the requisite responses and information to the MCA. No further request for additional information or submissions has been received from the MCA to date.

(ii) The SEBI**,** vide its letter dated December 05, 2022 communicated to the Issuer certain findings of inspection conducted by SEBI officials relating to the Issuer's merchant banking activities for a period from April 01, 2021 to March 31, 2022 and advised the Issuer to submit its comments if any, along with supporting documents. The Issuer has submitted its reply on December 12, 2022. SEBI vide its letter dated January 17, 2023 **("Advisory Letter")** issued advisory in relation to findings of inspection and advised the Issuer to ensure compliance with SEBI circular dated November 26, 2021 on "Publishing Investor Charter and Disclosure of Complaints by Merchant Bankers on their Website–Debt Market" ("**Circular**") and to be careful in future and improve compliance standards to avoid recurrence of such instances in future. The Issuer has submitted its response with SEBI to Advisory Letter on March 23, 2023, stating that the observation will be complied with henceforth. As on date, we have received no further communication from SEBI.

Pursuant to order passed by Hon'ble National Company Law Tribunal, Mumbai Bench dated April 27, 2023, the merchant banking business of Issuer has demerged and transferred to NWML with effect from July 1, 2023 and therefore the said merchant banking business is part of NWML. The aforementioned actions mentioned in clause (ii) and (iii) above are pertaining to merchant banking business of Issuer now transferred to NWML.

6. **Any litigation or legal action pending or taken against the Promoter of the Issuer by a Government Department or a statutory body or regulatory body during the last three years immediately preceding the date of this Draft Prospectus:**

Except as disclosed under "*Litigation or all legal or regulatory actions involving our Promoter as on the date of this Draft Prospectus*", there are no other litigation or legal action pending or taken against the Promoter of the Issuer by a Government department or a statutory body or regulatory body during the last three years immediately preceding the date of this Draft Prospectus.

7. **Details of pending litigation involving any other person, whose outcome could have material adverse effect on the financial position of the issuer, which may affect the issue or the investor's decision to invest / continue to invest in the debt securities and/ or nonconvertible redeemable preference shares.**

1. Chayya Jitendra Mohite, a client of NWIL has filed a Criminal Writ Petition being No. 50 of 2021 ("**Petitioner**") before High Court at Mumbai against Senior Police Officer, Vakola Police Station, Mumbai and State of Maharashtra, the Respondents *inter-alia* praying for an order directing Respondent No. 1 to register FIR on the Petitioner's complaint dated June 25, 2020 filed with Respondent No. 1 against NWIL, ECL Finance and S. R. Batliboi and Company LLP and thereafter transfer the same to Economics Offences Wing (EOW) or Central Bureau of Investigation (CBI) for further investigation. Petitioner, *inter-alia* alleged the opening of his and his family members loan account/s with ECL Finance without knowledge and consent. On January 20, 2021, NWIL and ECL Finance appeared before the Hon'ble Court as intervener, when Hon'ble Court allowed the Petitioner to amend the Petition and serve the copies thereof upon all the Respondents and Interveners. Till date, no Petition has been served upon NWIL. The Petition is still pending for hearing. NWIL received a call from Police on March 20, 2023, informing about the letter issued by Petitioner's representative Ms. Snehal Thakkar dated March 02, 2023, and directed to appear before the Police to record our statement. Accordingly, NWIL officials Mr. Doshi and Mr. Agarwal recorded their statements on May 30, 2023 and June 06, 2023 accordingly. The matter is currently pending. **..** Malvika Saluja and Jyotika Saluja both of Bhubaneswar, investors in Edelweiss Multi Strategy Fund Management Pvt Ltd ("**EMSFMPL**") filed 2 separate criminal complaints both dated February 03, 2021 with Laxminagar Police Station, Bhubaneswar against employees of NWIL, namely, Debasis Nayak, Dipankar Datta and Raja Ram, *inter-ali*a alleging forgery in respect of documents submitted with EMSFMPL for investment in Hexogen Product. On February 09, 2021, NWIL officials received telephonic directions from Laxminagar Police Station to provide details and documents relating to the said investments in the matter. NWIL official Debasis Nayak appeared before the Investigating Officer along with his advocate on March 3, 2021 and recorded his statement. Thereafter, no further case has been registered before Laxmi Sagar Police Station, Bhubaneshwar.

2. Mr. Devarajulu Boopalan ("**Complainant**"), filed a criminal complaint against Dinesh Kumar G and Niraj R. Sharma, officials of NWIL with Thousand Lights Police Station, Chennai – 6 inter-alia raising concerns about his investment of ₹ 15 Lakhs made in Crossover Fund Series II offered by EAML ("**the Fund")**. Based on telephonic call received from Police station, both the officials attended Police station on August 3, 2021, and denied all alleged concerns raised by the client. On June 15, 2022, NWIL attended concern Police Station through its authorised representative and apprised the matter to the concern Investigating officer. On January 12, 2023, the Parties entered into a MOU for settlement which stated that the Complainant had agreed to transfer the Fund in the name of Nuvama Wealth Finance Limited and/or its affiliates. The Complainant vide its letter dated March 1, 2023, informed to the Inspector of Police, Thousand Lights Police Station, Chennai, that

both the parties have decided to resolve all the disputes amicably and requested to not proceed with the criminal complaint. NWIL is awaiting police closure report. The matter is currently pending.

3. NWIL and ECL Finance received notices u/s 91 of the C.r.P.C. dated June 2, 2024 and May 26, 2024 respectively from the Bandra Police Station ("Police Station") inter-alia calling upon to provide details and documents with respect to loan availed, demat and trading account of Sameera Shaikh ("**Complainant**") in relation to a police complaint filed by the Complainant alleging forgery done by NWIL and ECL Finance. NWIL vide its letter dated June 24, 2024, replied to the said notice. Further, NWIL and ECL Finance officials have also visited the police station and recorded their respective statements. The matter is currently pending.

4. NWIL and ECL Finance received a notice dated August 12, 2024, from the Bandra Police Station ("**Police Station**") seeking details and documents with respect to its client namely Amira Shaikh, pursuant to the complaint lodged by her before the Police Station. NWIL vide its letter dated August 23, 2024, filed its response. ECL Finance has also filed its response vide its letter dated September 12, 2024. The matter is currently pending.

OTHER REGULATORY AND STATUTORY DISCLOSURES

Issuer's Absolute Responsibility

"The Issuer, having made all reasonable inquiries, accepts responsibility for and confirms that this Draft Prospectus contains all information with regard to the Issuer and the Issue which is material in the context of the Issue, that the information contained in this Draft Prospectus is true and correct in all material aspects and is not misleading, that the opinions and intentions expressed herein are honestly stated and that there are no other facts, the omission of which make this document as a whole or any of such information or the expression of any such opinions or intentions misleading"

Authority for the Issue

At the meeting of the Board of Directors of the Issuer held on November 11, 2025, the Board of Directors approved the public issue of NCDs for an amount up to ₹ 10,000 million. Further, the Debenture Fund Raising Committee of the Issuer at their meeting held on May 26, 2026 has approved this Issue of NCDs with a face value of ₹ 1,000 each, pursuant to the terms and conditions of this Draft Prospectus and the Prospectus.

Further, the present borrowing is within the borrowing limits of ₹ 100,000 million under Section 180(1)(c) of the Companies Act, 2013 duly approved by the members of the Issuer by way of postal ballot on September 10, 2014.

Prohibition by SEBI / Eligibility of the Issuer for the Issue

The Issuer, persons in control of the Issuer and/or the Promoters and/or our Promoter Group and/or the Directors have not been restrained or prohibited or debarred from accessing the securities market or dealing in securities by SEBI and no such order or direction is in force. Further, no member of the Issuer has been prohibited or debarred from accessing the securities market or dealing in securities by SEBI due to fraud.

None of the Promoters or Directors of the Issuer is a promoter or director of another company which is debarred from accessing the securities market or dealing in securities by the Board.

The Issuer confirms that there are no fines or penalties levied by SEBI or the Stock Exchanges pending to be paid by the Issuer as on the date of this Draft Prospectus.

No regulatory action is pending against the Issuer or its Promoters or Directors before SEBI or the RBI.

None of our Directors and/or our Promoters have been declared as fugitive economic offenders.

Wilful Defaulter

The Issuer, and/or its Directors and/or its Promoters have neither been categorised as a wilful defaulter by the RBI, ECGC, any government/regulatory authority and/or by any bank or financial institution, nor are they in default of payment of interest or repayment of principal amount in respect of non-convertible securities, for a period of more than six months. None of our Whole-time Directors and/or our Promoter, is a whole-time director or promoter of another company which is has been categorised as a wilful defaulter.

DISCLAIMER CLAUSE OF SEBI

IT IS TO BE DISTINCTLY UNDERSTOOD THAT FILING OF THE OFFER DOCUMENT TO THE SECURITIES AND EXCHANGE BOARD OF INDIA (SEBI) SHOULD NOT IN ANY WAY BE DEEMED OR CONSTRUED THAT THE SAME HAS BEEN CLEARED OR APPROVED BY SEBI. SEBI DOES NOT TAKE ANY RESPONSIBILITY EITHER FOR THE FINANCIAL SOUNDNESS OF ANY SCHEME OR THE PROJECT FOR WHICH THE ISSUE IS PROPOSED TO BE MADE OR FOR THE

CORRECTNESS OF THE STATEMENTS MADE OR OPINIONS EXPRESSED IN THE OFFER DOCUMENT. THE LEAD MANAGERS, TRUST INVESTMENT ADVISORS PRIVATE LIMITED AND TIPSONS CONSULTANCY SERVICES PRIVATE LIMITED HAS CERTIFIED THAT THE DISCLOSURES MADE IN THE OFFER DOCUMENT ARE GENERALLY ADEQUATE AND ARE IN CONFORMITY WITH THE REGULATIONS. THIS REQUIREMENT IS TO FACILITATE INVESTORS TO TAKE AN INFORMED DECISION FOR MAKING INVESTMENT IN THE PROPOSED ISSUE.

IT SHOULD ALSO BE CLEARLY UNDERSTOOD THAT WHILE THE ISSUER IS PRIMARILY RESPONSIBLE FOR CORRECTNESS, ADEQUACY AND DISCLOSURE OF ALL RELEVANT INFORMATION IN THIS DRAFT PROSPECTUS, THE LEAD MANAGERS ARE EXPECTED TO EXERCISE DUE DILIGENCE TO ENSURE THAT THE ISSUER DISCHARGES ITS RESPONSIBILITY ADEQUATELY IN THIS BEHALF AND TOWARDS THIS PURPOSE, THE LEAD MANAGERS, TRUST INVESTMENT ADVISORS PRIVATE LIMITED AND TIPSONS CONSULTANCY SERVICES PRIVATE LIMITED, HAVE FURNISHED TO SEBI A DUE DILIGENCE CERTIFICATE DATED [●] WHICH READS AS FOLLOWS: [●]

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BSE LIMITED ("THE EXCHANGE"), VIDE ITS APPROVAL LETTER BEARING REFERENCE [●] AND DATED [●], GIVEN PERMISSION TO THIS ISSUER TO USE THE EXCHANGE'S NAME IN THIS OFFER DOCUMENT AS ONE OF THE STOCK EXCHANGES ON WHICH THIS ISSUER'S SECURITIES ARE PROPOSED TO BE LISTED. THE EXCHANGE HAS SCRUTINIZED THIS OFFER DOCUMENT FOR ITS LIMITED INTERNAL PURPOSE OF DECIDING ON THE MATTER OF GRANTING THE AFORESAID PERMISSION TO THIS ISSUER THE EXCHANGE DOES NOT IN ANY MANNER:

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THE REPORT HAS TO BE SEEN IN ITS ENTIRETY; THE SELECTIVE REVIEW OF PORTIONS OF THE REPORT MAY LEAD TO INACCURATE ASSESSMENTS. ALL FORECASTS IN THE REPORT ARE BASED ON ASSUMPTIONS CONSIDERED TO BE REASONABLE BY CAREEDGE RESEARCH AT THE TIME OF ISSUANCE OF THIS REPORT; HOWEVER, THE ACTUAL OUTCOME MAY BE MATERIALLY AFFECTED BY CHANGES IN THE INDUSTRY AND ECONOMIC CIRCUMSTANCES, WHICH COULD BE DIFFERENT FROM THE PROJECTIONS.

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THE LEAD MANAGERS ACCEPT NO RESPONSIBILITY FOR STATEMENTS MADE OTHERWISE THAN IN THIS DRAFT PROSPECTUS OR IN ADVERTISEMENT OR ANY OTHER MATERIAL ISSUED BY OR AT THE INSTANCE OF THE ISSUER IN CONNECTION WITH THE ISSUE OF THE NCDS AND THAT ANYONE PLACING RELIANCE ON ANY OTHER SOURCE OF INFORMATION WOULD BE DOING SO AT THEIR OWN RISK.

DISCLAIMER IN RESPECT OF JURISDICTION

THE ISSUE IS BEING MADE IN INDIA, TO INVESTORS FROM CATEGORY I (INSTITUTIONAL INVESTORS), CATEGORY II (NON-INSTITUTIONAL INVESTORS), CATEGORY III (HIGH NET WORTH INDIVIDUAL INVESTOR) AND CATEGORY IV (RETAIL INDIVIDUAL INVESTOR). THIS DRAFT PROSPECTUS WILL NOT, HOWEVER CONSTITUTE AN OFFER TO SELL OR AN INVITATION TO SUBSCRIBE FOR THE NCDS OFFERED HEREBY IN ANY JURISDICTION OTHER THAN INDIA TO ANY PERSON TO WHOM IT IS UNLAWFUL TO MAKE AN OFFER OR INVITATION IN SUCH JURISDICTION. ANY PERSON INTO WHOSE POSSESSION THIS DRAFT PROSPECTUS COMES IS REQUIRED TO INFORM HIMSELF OR HERSELF ABOUT, AND TO OBSERVE, ANY SUCH RESTRICTIONS.

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UNDERTAKING BY THE ISSUER

INVESTORS ARE ADVISED TO READ THE RISK FACTORS CAREFULLY BEFORE TAKING AN INVESTMENT DECISION IN THIS ISSUE. FOR TAKING AN INVESTMENT DECISION, INVESTOR MUST RELY ON THEIR OWN EXAMINATION OF THE ISSUER AND THE OFFER INCLUDING THE RISKS INVOLVED. THE NCDs HAVE NOT BEEN RECOMMENDED OR APPROVED BY ANY REGULATORY AUTHORITY IN INDIA, INCLUDING THE SECURITIES AND EXCHANGE BOARD OF INDIA (SEBI) NOR DOES SEBI GUARANTEE THE ACCURACY OR ADEQUACY OF THIS DOCUMENT. SPECIFIC ATTENTION OF INVESTORS IS INVITED TO THE STATEMENT OF THE "RISK FACTORS" CHAPTER ON PAGE 22 OF THIS DRAFT PROSPECTUS.

THE ISSUER, HAVING MADE ALL REASONABLE INQUIRIES, ACCEPTS RESPONSIBILITY FOR, AND CONFIRMS THAT THIS DRAFT PROSPECTUS CONTAINS ALL INFORMATION WITH REGARD TO THE ISSUER AND THE ISSUE, THAT THE INFORMATION CONTAINED IN THIS DRAFT PROSPECTUS IS TRUE AND CORRECT IN ALL MATERIAL ASPECTS AND IS NOT MISLEADING IN ANY MATERIAL RESPECT, THAT THE OPINIONS AND INTENTIONS EXPRESSED HEREIN ARE HONESTLY HELD AND THAT THERE ARE NO OTHER FACTS, THE OMISSION OF WHICH MAKE THIS DRAFT PROSPECTUS AS A WHOLE OR ANY OF SUCH

INFORMATION OR THE EXPRESSION OF ANY SUCH OPINIONS OR INTENTIONS MISLEADING IN ANY MATERIAL RESPECT.

THE ISSUER HAS NO SIDE LETTER WITH ANY DEBT SECURITIES HOLDER EXCEPT THE ONE(S) DISCLOSED IN THIS DRAFT PROSPECTUS. ANY COVENANTS LATER ADDED SHALL BE DISCLOSED ON THE STOCK EXCHANGE WEBSITE WHERE THE NCDs ARE PROPOSED TO BE LISTED.

THE ISSUER DECLARES THAT NOTHING IN THIS DRAFT PROSPECTUS IS CONTRARY TO THE PROVISIONS OF COMPANIES ACT, 2013 (18 OF 2013), THE SECURITIES CONTRACTS (REGULATION) ACT, 1956 AND THE SECURITIES AND EXCHANGE BOARD OF INDIA ACT, 1992 AND THE RULES AND REGULATIONS MADE THEREUNDER.

Track record of past public issues handled by the Lead Managers

The track record of past issues handled by the Lead Managers, as required by SEBI master circular number SEBI/HO/CFD/PoD-1/P/CIR/2023/157 dated September 26, 2023, are available at the following websites.

Name of Lead Manager	Website
Trust Investment Advisors Private Limited	www.trustgroup.in
Nuvama Wealth Management Limited	www.nuvama.com
Tipsons Consultancy Services Private Limited	www.tipsons.com

Listing

An application will be made to the Stock Exchange for permission to deal in and for an official quotation of our NCDs. BSE has been appointed as the Designated Stock Exchange.

If permissions to deal in and for an official quotation of our NCDs are not granted by the Stock Exchange, the Issuer will forthwith repay, without interest, all moneys received from the Applicants in pursuance of this Draft Prospectus.

The Issuer shall ensure that all steps for the completion of the necessary formalities for listing and commencement of trading at the Stock Exchange mentioned above are taken within 3 (three) Working Days from the date of closure of the Issue.

For the avoidance of doubt, it is hereby clarified that in the event of zero subscription to any one or more of the series, such NCDs with series shall not be listed.

The Issuer shall pay interest at 15% (fifteen) per annum or such rate as prescribed under applicable laws, if Allotment is not made and refund orders/allotment letters are not dispatched and/or demat credits are not made to investors within 3 (three) Working Days of the Issue Closing Date or date of refusal of the Stock Exchange(s), whichever is earlier. In case listing permission is not granted by the Stock Exchange(s) to the Issuer and if such money is not repaid within the day the Issuer becomes liable to repay it on such account, the Issuer and every officer in default shall, on and from expiry of such date, be liable to repay the money with interest at the rate of 15% as prescribed under Regulation 35(2) of SEBI (Issue and Listing of Non-Convertible Securities) Regulations, 2021 read with Section 26 of the 2013 Act or such rate as prescribed under applicable laws, whichever is lower, provided that the beneficiary particulars relating to such Applicants as given by the Applicants is valid at the time of the upload of the demat credit.

Consents

Consents in writing of: (a) the Directors, (b) Company Secretary and Compliance Officer, (c) Chief Financial

Officer, (d) Lead Managers, (e) the Registrar to the Issue, (f) Legal Advisor to the Issue, (g) Credit Rating Agency, (h) the Debenture Trustee; (i) Banker to the Issuer; (j) CARE Analytics and Advisory Private Limited in relation to the CAAPL Research Report; (k) NOCs received from lenders/Debenture Trustee to the Issuer in relation to the Issue; (l) Public Issue Account Bank/ refund bank/sponsor bank*; and (m) Consortium Members*, have been obtained from them and the shall be filed along with a copy of the Prospectus with the ROC as required under Section 26 of the Companies Act, 2013. Further, such consents have not been withdrawn up to the time of delivery of this Draft Prospectus with the Stock Exchange.

* *The consents from the Public Issue Account Bank/ refund bank/sponsor bank and the Consortium Members will be obtained at the Prospectus stage*.

The Issuer has received the written consent dated May 26, 2026 from Nangia & Co. LLP, Chartered Accountants, to include their name as required under section 26 of the Companies Act, 2013 read with SEBI NCS Regulations, in this Draft Prospectus, and as an "expert" as defined under section 2(38) of the Companies Act, 2013 to the extent and in their capacity as our Statutory Auditors, and in respect of the (a) the 2026 Audited Standalone Financial Statement and the 2026 Audited Consolidated Financial Statement for the financial year ended March 31, 2026 along with audit report for the financial year ended March 31, 2026, (b) the 2025 Audited Standalone Financial Statement and the 2025 Audited Consolidated Financial Statement for the financial year ended March 31, 2025 along with audit report for the financial year ended March 31, 2025; (c) 2024 Audited Standalone Financial Statement and the 2024 Audited Consolidated Financial Statement for the financial year ended March 31, 2024 along with audit report for the financial year ended March 31, 2024 and (d) the statement of possible tax benefits dated May 26, 2026 which appear in this Draft Prospectus, and such consent has not been withdrawn as on the date of this Draft Prospectus. However, the term "expert" shall not be construed to mean an "expert" as defined under the U.S. Securities Act, 1933.

Expert Opinion

Except for the following, the Issuer has not obtained any expert opinions in connection with this Draft Prospectus:

The Issuer has received the written consent dated May 26, 2026 from Nangia & Co. LLP, Chartered Accountants, to include their name as required under section 26 of the Companies Act, 2013 read with SEBI NCS Regulations, in this Draft Prospectus, and as an "expert" as defined under section 2(38) of the Companies Act, 2013 to the extent and in their capacity as our Statutory Auditors, and in respect of the (a) the 2026 Audited Standalone Financial Statement for the financial year ended March 31, 2026 and the 2026 Audited Consolidated Financial Statement for the financial year ended March 31, 2026 along with audit report for the financial year ended March 31, 2026; (b) the 2025 Audited Standalone Financial Statement for the financial year ended March 31, 2025 and the 2025 Audited Consolidated Financial Statement for the financial year ended March 31, 2025 along with audit report for the financial year ended March 31, 2025; (c) the 2024 Audited Standalone Financial Statement for the financial year ended March 31, 2024 and the 2024 Audited Consolidated Financial Statement for the financial year ended March 31, 2024 along with audit report for the financial year ended March 31, 2024; and (d) the statement of possible tax benefits dated May 26, 2026 appear in this Draft Prospectus, and such consent has not been withdrawn as on the date of this Draft Prospectus. However, the term "expert" shall not be construed to mean an "expert" as defined under the U.S. Securities Act, 1933.

Common form of Transfer

The Issuer undertakes that there shall be a common form of transfer for the NCDs and the provisions of the Companies Act, 2013 applicable as on the date of this Draft Prospectus and all applicable laws shall be duly complied with in respect of all transfer of NCDs and registration thereof.

Minimum Subscription

In terms of the SEBI NCS Regulations, for an issuer undertaking a public issue of debt securities the minimum subscription for public issue of debt securities shall be 75% of the Base Issue Size. If the Issuer does not receive the minimum subscription of 75% of Base Issue Size i.e. ₹ 1,125 million, prior to the Issue Closing Date the entire Application Amount shall be unblocked in the relevant ASBA Account(s) of the Applicants within 2 (two) Working Days from the Issue Closing Date or such time as may be specified by SEBI, failing which the Issuer will become liable to refund the Application Amount along with interest at the rate of 15% (fifteen per cent) per annum for the delayed period.

Under Section 39(3) of the Companies Act, 2013 and Rule 11(2) of the Companies (Prospectus and Allotment of Securities) Rules, 2014 if the stated minimum subscription amount is not received within the specified period, the application money received is to be credited only to the bank account from which the subscription was remitted. To the extent possible, where the required information for making such refunds is available with the Issuer and/or Registrar, refunds will be made to the account prescribed. However, where the Issuer and/or Registrar does not have the necessary information for making such refunds, the Issuer and/or Registrar will follow the guidelines prescribed by SEBI in this regard including SEBI NCS Master Circular.

Filing of the Draft Prospectus

A copy of this Draft Prospectus has been filed with the Stock Exchange and the SEBI, in terms of SEBI NCS Regulations for dissemination on their website. The Draft Prospectus is also displayed on the website of the Issuer and the Lead Managers.

Filing of the Prospectus with the RoC

A copy of the Prospectus shall be filed with the RoC, in accordance with section 26 of Companies Act, 2013.

Debenture Redemption Reserve

In accordance with recent amendments to the Companies Act, 2013, and the Companies (Share Capital & Debentures) Rules 2014, read with the SEBI NCS Regulations, a listed company that intends to issue debentures to the public are no longer required to create a DRR for the purpose of redemption of debentures. Pursuant to the amendment to the Companies (Share Capital & Debentures) Rules 2014, notified on August 16, 2019, and as on the date of filing of this Draft Prospectus, the Issuer is not required to create DRR for the purpose of redemption of the NCDs. Accordingly, no debenture redemption reserve shall be created by the Issuer for the purpose of redemption of the NCDs or in connection with this Issue. The Issuer shall, as per the Companies (Share Capital & Debentures) Rules 2014 and other laws applicable from time to time, invest or deposit, as the case may be, the applicable amounts, within the specified timelines, in respect of debentures maturing during the year ending on the 31st day of March of the next year, in any one or more methods of investments or deposits stipulated under the applicable law. Provided that the amount remaining invested or deposited, as the case may be, shall not at any time fall below the specified percentage, which is presently stipulated at 15% (fifteen per cent) of the amount of the debentures maturing during the year ending on March 31 of the next year, in any of the following instruments or such other instruments as may be permitted under the applicable laws.

1. in deposits with any scheduled bank, free from any charge or lien;
2. in unencumbered securities of the Central Government or any State Government;
3. in unencumbered securities mentioned in sub-clause (a) to (d) and (ee) of section 20 of the Indian Trusts Act, 1882; and
4. in unencumbered bonds issued by any other company which is notified under sub-clause (f) of section 20 of

the Indian Trusts Act, 1882.

Provided further that the amount invested or deposited as above shall not be used for any purpose other than for redemption of debentures maturing during the year referred above.

Recovery Expense Fund

The Issuer has created a recovery expense fund in the manner as specified by SEBI in circular no. SEBI/HO/DDHS-PoD-1/P/CIR/2025/117 dated August 13, 2025 ("**DT Master Circular**") as amended from time to time and Regulation 11 of SEBI NCS Regulations with the Designated Stock Exchange and informed the Debenture Trustee regarding the creation of such fund. The recovery expense fund may be utilised by Debenture Trustee, in the event of default by the Issuer under the terms of the Debenture Trust Deed, for taking appropriate legal action to enforce the security.

Kindly note, any default committed by the Issuer in terms of the NCDs proposed to be issued shall be reckoned at each respective International Securities Identification Number level assigned to the respective Option(s) of NCDs issued under the Issue.

Settlement Guarantee Fund

Our Company will deposit amounts in the settlement guarantee fund, as applicable, in the manner as specified in the SEBI NCS Master Circular. This fund has been created under the SEBI NCS Master Circular to ensure upfront collection of charges from eligible issuers at the time of allotment of debt securities.

Reservation

No portion of the Issue has been reserved.

Underwriting

The Issue is not underwritten.

Terms and Conditions of Debenture Trustee Agreement Fees charged by Debenture Trustee

The Debenture Trustee has agreed for one time acceptance fees of 0.01% of the Allotment size payable one time on acceptance of Offer Letter and an annuity fee of 0.0150% of the Allotment size payable annually in advance from the date of execution till the NCDs are redeemed and security is released, as disclosed in their offer letter bearing reference number BTL/DEB-R/EL/26-27/45 dated May 04, 2026.

Terms of carrying out due diligence:

As per the DT Master Circular, the Debenture Trustee is required to exercise independent due diligence to ensure that the assets of the Issuer are sufficient to discharge the interest and principal amount with respect to the debt securities of the Issuer at all times. Accordingly, the Debenture Trustee shall exercise due diligence as per the following process, for which the Issuer has consented to.

(a) The Debenture Trustee, either through itself or its agents /advisors/consultants, shall carry out requisite diligence to verify the status of encumbrance and valuation of the assets and whether all permissions or consents (if any) as may be required to create the security as stipulated in the offer document / disclosure document / information memorandum / private placement memorandum, has been obtained. For the purpose of carrying out the due diligence as required in terms of the relevant laws, the Debenture Trustee, either through itself or its agents /advisors/consultants, shall have the power to examine the books of account of the Issuer and to have the Issuer's assets inspected by its officers and/or external auditors/valuers/consultants/lawyers/technical experts/management consultants appointed by the

Debenture Trustee. Prior to appointment of any agents, advisors, consultants, the Debenture Trustee shall obtain necessary confirmation from the said agents, advisors, or consultants that they do not have any conflict-of-interest in conducting the diligence under the transaction.

(b) The Issuer shall provide all assistance to the Debenture Trustee to enable verification from the Registrar of Companies, Sub-registrar of Assurances (as applicable), Central Registry of Securitisation Asset. Reconstruction and Security Interest of India ("**CERSAI**"), depositories, information utility or any other authority, as may be relevant, where the assets and/or encumbrances in relation to the assets of the Issuer or any third party security provider are registered / disclosed.

(c) Further, in the event that existing charge holders have provided conditional consent / permissions to the Issuer to create further charge on the assets, the Debenture Trustee shall also have the power to verify such conditions by reviewing the relevant offer documents or any other documents executed between existing charge holders and the Issuer. The Debenture Trustee shall also have the power to intimate the existing charge holders about proposal of creation of further encumbrance and seeking their comments/ objections, if any.

(d) Without prejudice to the aforesaid, the Issuer shall ensure that it provides and procures all information, representations, confirmations, and disclosures as may be required in the sole discretion of the Debenture Trustee to carry out the requisite diligence in connection with the issuance and allotment of the NCDs, in accordance with the relevant laws/ Applicable Law.

The Debenture Trustee shall have the power to either independently appoint, or direct the Issuer to (after consultation with the Debenture Trustee) appoint intermediaries, valuers, chartered accountant firms, practicing company secretaries, consultants, lawyers and other entities in order to assist in the diligence by the Debenture Trustee. All costs, charges, fees and expenses that are associated with and incurred in relation to the diligence as well as preparation of the reports/certificates/documentation, including all out of pocket expenses towards legal or inspection costs, travelling and other costs, shall be solely borne by the Issuer.

Process of Due Diligence to be carried out by the Debenture Trustee

- Due Diligence will be carried out as per DT Regulations and circulars issued by SEBI from time to time. This would broadly include the following:
- A Chartered Accountant ("**CA**") appointed by Debenture Trustee will conduct independent due diligence as per scope provided, regarding security offered by the Issuer.
- CA will ascertain, verify, and ensure that the assets offered as security by the Issuer is free from any encumbrances or necessary permission / consent / NOC has been obtained from all existing charge holders.
- CA will conduct independent due diligence on the basis of data / information provided by the Issuer.
- CA will, periodically undertake due diligence as envisaged in SEBI circulars depending on the nature of security.
- On basis of the CA's report / finding Due Diligence certificate will be issued by Debenture Trustee and will be filed with relevant Stock Exchanges.
- Due Diligence conducted is premised on data / information made available to the Debenture Trustee appointed agency and there is no onus of responsibility on Debenture Trustee or its appointed agency for any acts of omission/ commission on the part of the Issuer.

While the NCDs are secured as per terms of the Offer Document and charge is held in favour of the Debenture

Trustee, the extent of recovery would depend upon realization of asset value and the Debenture Trustee in no way guarantees / assures full recovery / partial of either principal or interest.

Other Confirmations

The Debenture Trustee confirms that they have undertaken the necessary due diligence in accordance with Applicable Law, including the SEBI (Debenture Trustees) Regulations, 1993, read with the SEBI DT Master Circular.

The Debenture Trustee undertakes that the NCDs shall be considered as secured only if the charged asset is registered with sub-registrar and Registrar of Companies or CERSAI or depository, etc., as applicable, or is independently verifiable by the Debenture Trustee.

BEACON TRUSTEESHIP LIMITED HAVE FURNISHED TO STOCK EXCHANGE DUE DILIGENCE CERTIFICATE DATED MAY 26, 2026 AS PER THE FORMAT SPECIFIED IN THE DT MASTER CIRCULAR AND SCHEDULE IV OF THE SEBI NCS REGULATIONS WHICH READS AS FOLLOWS:

1. **WE HAVE EXAMINED DOCUMENTS PERTAINING TO THE SAID ISSUE AND OTHER SUCH RELEVANT DOCUMENTS, REPORTS AND CERTIFICATIONS.**

2. **ON THE BASIS OF SUCH EXAMINATION AND OF THE DISCUSSIONS WITH THE ISSUER, ITS DIRECTORS AND OTHER OFFICERS, OTHER AGENCIES AND OF INDEPENDENT VERIFICATION OF THE VARIOUS RELEVANT DOCUMENTS, REPORTS AND CERTIFICATIONS,**

   WE CONFIRM THAT:

   A. **THE ISSUER HAS MADE ADEQUATE PROVISIONS FOR AND/OR HAS TAKEN STEPS TO PROVIDE FOR ADEQUATE SECURITY FOR THE DEBT SECURITIES TO BE ISSUED AND LISTED.**

   B. **THE ISSUER HAS OBTAINED THE PERMISSIONS / CONSENTS NECESSARY FOR CREATING SECURITY ON THE SAID PROPERTY(IES).**

   C. **THE ISSUER HAS MADE ALL THE RELEVANT DISCLOSURES ABOUT THE SECURITY AND ALSO ITS CONTINUED OBLIGATIONS TOWARDS THE HOLDERS OF DEBT SECURITIES.**

   D. **ISSUER HAS ADEQUATELY DISCLOSED ALL CONSENTS/ PERMISSIONS REQUIRED FOR CREATION OF FURTHER CHARGE ON ASSETS IN OFFER DOCUMENT AND ALL DISCLOSURES MADE IN THE OFFER DOCUMENT WITH RESPECT TO CREATION OF SECURITY ARE IN CONFIRMATION WITH THE CLAUSES OF DEBENTURE TRUSTEE AGREEMENT.**

   E. **ISSUER HAS DISCLOSED ALL COVENANTS PROPOSED TO BE INCLUDED IN DEBENTURE TRUST DEED (INCLUDING ANY SIDE LETTER, ACCELERATED PAYMENT CLAUSE ETC.), AND OFFER DOCUMENT.**

   F. **ISSUER HAS GIVEN AN UNDERTAKING THAT CHARGE SHALL BE CREATED IN FAVOUR OF DEBENTURE TRUSTEE AS PER TERMS OF ISSUE BEFORE FILING OF LISTING APPLICATION.**

WE HAVE SATISFIED OURSELVES ABOUT THE ABILITY OF THE ISSUER TO SERVICE THE DEBT SECURITIES.

The Issuer has submitted the due diligence certificate from Debenture Trustee to the Stock Exchange as per format specified in the DT Master Circular and Schedule IV of the SEBI NCS Regulations.

Debenture Trust Deed

The Issuer and the Debenture Trustee will execute a Debenture Trust Deed, *inter alia*, specifying the powers, authorities and obligations of the Debenture Trustee and the Issuer, as per the extant SEBI regulations applicable for the proposed NCD Issue within the timelines as prescribed under applicable laws.

Issue Related Expenses

The expenses for this Issue include, *inter alia,* lead management fees and selling commission to the Lead Managers, Consortium Members and intermediaries as provided for in the SEBI Master Circular, fees payable to debenture trustees, the Registrar to the Issue, SCSBs' commission/ fees, fees payable to sponsor bank, printing and distribution expenses, legal fees, advertisement expenses, listing fees and any other expense directly related to the Issue. The Issue expenses and listing fees will be paid by the Issuer.

For estimated breakdown of the total expenses for the Issue please see, "*Objects of the Issue*" on page 99.

Utilisation of Issue Proceeds

Our Board of Directors certifies that:

(i) all monies received out of the Issue of the NCDs to the public shall be transferred to a separate bank account maintained with a scheduled bank, other than the bank account referred to in section 40(3) of the Companies Act;

(ii) details of all monies utilised out of the Issue referred to in sub-item (i) shall be disclosed under an appropriate separate head in our balance sheet indicating the purpose for which such monies were utilised;

(iii) details of all unutilised monies out of the Issue referred to in sub-item (i), if any, shall be disclosed under an appropriate separate head in our balance sheet indicating the form in which such unutilised monies have been invested;

(iv) details of all utilised and unutilised monies out of the previous Issue, if any, shall be disclosed under an appropriate separate head in our balance sheet indicating the form in which such unutilised monies have been invested;

(v) we shall utilize the Issue proceeds only upon creation of security as stated in this Draft Prospectus in the section titled *"Terms of the Issue"* on page 344 and after (a) permissions or consents for creation of specified charge have been obtained from the creditors who have specified charge over the assets sought to be provided as Security; (b) receipt of the minimum subscription of 75% of the Base Issue Size pertaining to the Issue (c) completion of Allotment and refund process in compliance with Section 40 of the Companies Act, 2013; (d) creation of security and confirmation of the same in terms of NCDs; and (e) receipt of listing and trading approval from BSE;

(vi) the Issue proceeds shall not be utilized towards full or part consideration for the purchase or any other acquisition, *inter alia* by way of a lease, of any property;

(vii) the Issue proceeds shall not be utilized for providing loans to or acquisition of shares of any entity who is part of the Promoter Group or group companies;

(viii) the Issue proceeds shall be utilized in compliance with various guidelines, regulations and clarifications issued by RBI, SEBI or any other statutory authority from time to time. Further the Issue proceeds shall be utilised only for the purpose and objects stated in this Draft Prospectus and Issue; and

(ix) If Allotment is not made, application monies will be refunded/unblocked in the ASBA Accounts within 2 (two) Working Days from the Issue Closing Date or such lesser time as specified by SEBI, failing which interest will be due to be paid to the Applicants in accordance with applicable laws.

Public / Rights Issues of Equity Shares in the last three years from the date of this Draft Prospectus

The Issuer has not undertaken any public/rights issue of equity shares in the last three years from the date of this Draft Prospectus.

Private placement of Equity Shares and non-convertible debentures in the last three financial years and the current financial year:

The Issuer has undertaken the following private placement of debenture in the last three financial years and the current financial year:

(₹ in million, unless otherwise stated)

Particulars	Date of Allotment	Utilisation of issue proceeds	Actual utilisation of proceeds	Nature of Issue
INE532F07GNO	October 28, 2024	The funds have been utilised as per the general information document and the relevant key information document.	500.00	Private Placement
INE532F07IS5	February 13, 2026	The funds have been utilised as per the general information document and the relevant key information document	500.00	Private Placement

Public Issue of non-convertible debentures for the preceding three financial years and the current financial year:

The Issuer has undertaken the following debenture public issue in the last three financial years and the current financial year:

Date of Opening	April 6, 2023
Date of Closing	April 21, 2023
Total Issue Size	₹ 4,000 million
Total Allotment Size	₹ 2,531.29 million
Date of Allotment	April 27, 2023
Net Utilisation of Proceeds	The funds raised through the above issue have been utilized for the purpose of onward lending and for repayment of interest and principal of existing borrowings of the Issuer and general corporate purposes.

Date of Opening	July 4, 2023
Date of Closing	July 17, 2023
Total Issue Size	₹ 3,000 million
Total Allotment Size	₹ 2,580.19 million
Date of Allotment	July 21, 2023

Net Utilisation of Proceeds	The funds raised through the above issue have been utilized for the purpose of repayment /prepayment of interest and principal of existing borrowings of the company and general corporate purposes.

Date of Opening	October 6, 2023
Date of Closing	October 19, 2023
Total Issue Size	₹ 2,000 million
Total Allotment Size	₹ 1,761.38 million
Date of Allotment	October 26, 2023
Net Utilisation of Proceeds	The funds raised through the above issue have been utilized for the purpose of repayment /prepayment of interest and principal of existing borrowings of the Issuer and general corporate purposes.

Date of Opening	January 9, 2024
Date of Closing	January 23, 2024
Total Issue Size	₹ 2,500 million
Total Allotment Size	₹ 2,140.93 million
Date of Allotment	January 29, 2024
Net Utilisation of Proceeds	The funds raised through the above issue have been utilized for the purpose of repayment /prepayment of interest and principal of existing borrowings of the Issuer and general corporate purposes.

Date of Opening	April 8, 2024
Date of Closing	April 23, 2024
Total Issue Size	₹ 2,000 million
Total Allotment Size	₹ 1,745.86 million
Date of Allotment	April 29, 2024
Net Utilisation of Proceeds	The funds raised through the above issue have been utilized for the purpose of repayment/ prepayment of interest and principal of existing borrowings of the Issuer and general corporate purposes.

Date of Opening	July 8, 2024
Date of Closing	July 22, 2024
Total Issue Size	₹ 2,000 million
Total Allotment Size	₹ 1,379.69 million
Date of Allotment	July 29, 2024
Net Utilisation of Proceeds	The funds raised through the above issue have been utilized for the purpose of repayment/ prepayment of interest and principal of existing borrowings of the Issuer and general corporate purposes.

Date of Opening	October 07, 2024
Date of Closing	October 18, 2024
Total Issue Size	₹ 2,000 million
Total Allotment Size	₹ 1,773.08 million
Date of Allotment	October 24, 2024
Net Utilisation of Proceeds	The funds raised through the above issue have been utilized for the purpose of repayment/ prepayment of interest and principal of existing borrowings of the Issuer and general corporate purposes.

Date of Opening	January 07, 2025
Date of Closing	January 20, 2025
Total Issue Size	₹ 2,000 million
Total Allotment Size	₹ 1920.81 million
Date of Allotment	January 24, 2025
Net Utilisation of Proceeds	The funds raised through the above issue have been utilized for the purpose of repayment/ prepayment of interest and principal of existing borrowings of the Issuer and general corporate purposes.

Date of Opening	April 08, 2025
Date of Closing	April 25, 2025
Total Issue Size	₹ 2,000 million
Total Allotment Size	₹ 1980.04 million
Date of Allotment	April 30, 2025
Net Utilisation of Proceeds	The funds raised through the above issue have been utilized for the purpose of repayment/ prepayment of interest and principal of existing borrowings of the Issuer and general corporate purposes.

Date of Opening	July 8 2025
Date of Closing	July 18, 2025
Total Issue Size	₹ 3,000 million
Total Allotment Size	₹ 2,980.30 million
Date of Allotment	July 24, 2025
Net Utilisation of Proceeds	The funds raised through the above issue have been utilized for the purpose of repayment/ prepayment of interest and principal of existing borrowings of the Issuer and general corporate purposes.

Date of Opening	September 24, 2025
Date of Closing	September 30, 2025
Total Issue Size	₹ 3,000 million
Total Allotment Size	₹ 2,804.76 million
Date of Allotment	October 7, 2025
Net Utilisation of Proceeds	The funds raised from the above issue, have been utilised towards onward lending, financing, and for repayment/ prepayment of interest and principal of existing borrowings of Edelweiss Financial Services Limited.

Date of Opening	December 5, 2025
Date of Closing	December 11, 2025
Total Issue Size	₹ 2,500 million
Total Allotment Size	₹ 2,500 million
Date of Allotment	December 12, 2025
Net Utilisation of Proceeds	The funds raised from the above issue, have been utilised towards onward lending, financing, and for repayment/ prepayment of interest and principal of existing borrowings of Edelweiss Financial Services Limited.

Date of Opening	March 02, 2026
Date of Closing	March 16, 2026
Total Issue Size	₹ 3,500 million
Total Allotment Size	₹ 3,253.06 million
Date of Allotment	March 18, 2026
Net Utilisation of Proceeds	The funds raised from the above issue, have been utilised towards onward lending, financing, and for repayment/ prepayment of interest and principal of existing borrowings of Edelweiss Financial Services Limited.

Public Issue by our Subsidiaries in the last three years from the date of this Draft Prospectus: *

Our Subsidiary, Nido Home Finance Limited, has undertaken public issuance of debentures in the last three years, the particulars of such issuances are set out below:

Date of Opening	August 30, 2023
Date of Closing	September 12, 2023
Total Issue Size	₹ 1,500 million
Total Allotment Size	₹ 848.62 million
Date of Allotment	September 15, 2023
Utilisation of Proceeds	The funds raised from the above issue has been utilised for the purpose of onward lending, financing, and for repayment/ prepayment of interest and principal of existing borrowings of Nido Home Finance Limited and general corporate purposes.

Date of Opening	February 13, 2024
Date of Closing	February 26, 2024
Total Issue Size	₹ 1,000 million
Total Allotment Size	₹ 803.59 million
Date of Allotment	March 1, 2024
Utilisation of Proceeds	The funds raised from the above issue has been utilised for the purpose of onward lending, financing, and for repayment/ prepayment of interest and principal of existing borrowings of Nido Home Finance Limited and general corporate purposes.

Date of Opening	June 13, 2024
Date of Closing	June 27, 2024
Total Issue Size	₹ 1,000 million
Total Allotment Size	₹ 758.93 million
Date of Allotment	July 3, 2024
Utilisation of Proceeds	The funds raised from the above issue has been utilised for the purpose of onward lending, financing, and for repayment/ prepayment of interest and principal of existing borrowings of Nido Home Finance Limited and general corporate purposes.

Date of Opening	September 18, 2024
Date of Closing	October 01, 2024
Total Issue Size	₹ 1,000 million
Total Allotment Size	₹ 812.02 million

Date of Allotment	October 8, 2024
Utilisation of Proceeds	The funds raised from the above issue has been utilised for the purpose of onward lending, financing, and for repayment/ prepayment of interest and principal of existing borrowings of Nido Home Finance Limited.

Date of Opening	December 17, 2024
Date of Closing	December 31, 2024
Total Issue Size	₹ 1,000 million
Total Allotment Size	₹ 841.93 million
Date of Allotment	January 6, 2025
Utilisation of Proceeds	The funds raised from the above issue has been utilised for the purpose of onward lending, financing, and for repayment/ prepayment of interest and principal of existing borrowings of Nido Home Finance Limited.

Date of Opening	March 13, 2025
Date of Closing	March 27, 2025
Total Issue Size	₹ 1,500 million
Total Allotment Size	₹ 1,185.75 million
Date of Allotment	April 3, 2025
Utilisation of Proceeds	The funds raised from the above issue has been utilised for the purpose of onward lending, financing, and for repayment/ prepayment of interest and principal of existing borrowings of Nido Home Finance Limited.

Date of Opening	June 17, 2025
Date of Closing	June 26, 2025
Total Issue Size	₹ 1,500 million
Total Allotment Size	₹ 1,500 million
Date of Allotment	July 2, 2025
Utilisation of Proceeds	The funds raised from the above issue has been utilised for the purpose of onward lending, financing, and for repayment/ prepayment of interest and principal of existing borrowings of Nido Home Finance Limited.

Date of Opening	August 21, 2025
Date of Closing	September 4, 2025
Total Issue Size	₹ 2,000 million
Total Allotment Size	₹ 2,000 million
Date of Allotment	September 10, 2025
Utilisation of Proceeds	The funds raised from the above issue, have been utilised towards onward lending, financing, for repayment/ prepayment of interest and principal of existing borrowings of Nido Home Finance Limited and general corporate purposes.

EAAA India Alternatives Limited ("EAAA**"), a wholly owned subsidiary of the Issuer, has filed a draft red herring prospectus dated January 19, 2026 with the SEBI, the BSE and the National Stock Exchange of India Limited in connection with a proposed initial public offering of its equity shares of the face value of ₹ 5 each ("**EAAA IPO**"). The EAAA IPO comprises an offer for sale for an amount not exceeding ₹ 15,000 million, which is proposed to be undertaken by Edelweiss Securities & Investments Private Limited (ESIPL), a wholly owned subsidiary of the Issuer.*

**NIDO Home Finance Limited has filed a draft prospectus with the stock exchange and SEBI on December 23, 2025, for the pubic issue of 30,00,000 secured, redeemable, non-convertible debentures of face value of ₹ 1000 each amounting to ₹ 1,500 million with a green shoe option of up to ₹ 1,500 Million aggregating up to ₹ 3,000 Million.*

Public Issue by our Group companies in the last three years from the date of this Draft Prospectus:

Our Group companies have not undertaken any public issue of non-convertible debentures in the last three years prior to the date of this Draft Prospectus.

Delay in listing

There has been no delay in the listing of any non-convertible securities and equity shares issued by the Issuer. Further, the Company will pay penal interest to the Debenture Holders as per the Applicable Law in case of any delay in listing.

Default in Payment

In case of default (including delay) in payment of interest and/ or redemption of principal on the due dates for debt securities issued, additional interest of at least 2% p.a. over the coupon rate shall be payable by the issuer for the defaulting period.

Refusal of listing of any security of the issuer during the current financial year and the last three financial years by any of the stock exchanges in India or abroad.

There has been no refusal of listing of any security of the Issuer during the current financial year and last three financial years prior to the date of this Draft Prospectus by any Stock Exchange in India or abroad.

Debentures or bonds and redeemable preference shares and other instruments issued by the Issuer and outstanding

For further details see chapter titled "*Financial Indebtedness*" on page 241**.**

Further, save and except as mentioned in this Draft Prospectus, the Issuer has not issued any preference shares. For further details see chapter titled "*Capital Structure*" on page 82.

Details of the use of proceeds for on-lending from previous public issue of debt securities

Details regarding lending out of issue proceeds of Previous Issues:

Loan given by the Issuer: Except Public Issue 1, Public Issue 2, Public Issue 3, Public Issue 4, Public Issue 5, Public Issue 6, Public Issue 7, Public Issue 8, Public Issue 9, Public Issue 10, Public Issue 11, Public Issue 12, Public Issue 13, Public Issue 14, Public Issue 15, Public Issue 16;Public Issue 17,Public Issue 18 and Public Issue 19, the Issuer has not undertaken any prior public issuance of debentures. Further, the Issuer has not provided any loans/advances to associates, entities/persons relating to Board, Senior Management or Promoter or others out of proceeds from previous public issuance of debentures.

Dividend

The Issuer has in place dividend distribution policy prepared in accordance with Regulation 43A of SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015, as amended, approved by the Board of Directors of the Issuer. The declaration and payment of dividends on our shares will be recommended by our Board of Directors and approved by our shareholders, at their discretion, and will depend on a number of factors, including but not limited to our profits, capital requirements and overall financial condition.

Dividend declared to the equity shareholders of the Issuer during the current financial year and the last three financial years ended March 31, 2026, March 31, 2025 and March 31, 2024, on a standalone basis*:

(₹ in million, unless otherwise stated)

Particulars		**For the year ended March 31,**		
		2026	**2025**	**2024**
Equity Share Capital (₹ in Million)		946.53	945.83	943.79
Face Value Per Equity Share (₹)	(a)	1.00	1.00	1.00
Interim Dividend on Equity Shares (₹ per Equity Share)	(b)	-	-	-
Interim dividend on Equity Shares (₹ in million)		-	-	-
Interim Dividend Declared Rate (in %)	(c=b/a)	-	-	-
Final Dividend on Equity Shares (₹ per Equity Share)	(d)	-	1.50	1.50
Final dividend on Equity Shares (₹ in million)		-	1,419.08	1,416.32
Final Dividend Declared Rate (In %)	(e=d/a)	-	150%	150%

**The Board of Directors at their meeting held on April 30, 2026, have recommended a final dividend of ₹ 1.50 per equity share (on face value of ₹ 1 per equity share), subject to the approval of the members at the ensuing Annual General Meeting.*

Dividend declared to the equity shareholders of the Issuer over the current financial year and the last three financial years ended March 31, 2026, March 31, 2025 and March 31, 2024, on a consolidated basis*:

(₹ in million, unless otherwise stated)

Particulars		**For the year ended March 31,**		
		2026	**2025**	**2024**
Equity Share Capital (₹ in Million)		946.53	945.83	943.79
Face Value Per Equity Share (₹)	(a)	1.00	1.00	1.00
Interim Dividend on Equity Shares (₹ per Equity Share)	(b)	-	-	-
Interim dividend on Equity Shares (₹ in Million)	-	-	-	-
Interim Dividend Declared Rate (In %)	(c=b/a)	-	-	-
Final Dividend on Equity Shares (₹ per Equity Share)	(d)	-	1.50	1.50
Final dividend on Equity Shares (₹ in million)	-	-	1419.08	1,416.32
Final Dividend Declared Rate (In %)	(e=d/a)	-	150%	150%

**The Board of Directors at their meeting held on April 30, 2026, have recommended a final dividend of ₹ 1.50 per equity share (on face value of ₹ 1 per equity share), subject to the approval of the members at the ensuing Annual General Meeting.*

Revaluation of assets

The Issuer has not revalued its assets in the last three years.

Mechanism for redressal of investor grievances

The Registrar Agreement dated May 26, 2026 between the Registrar to the Issue and the Issuer will provide for retention of records with the Registrar to the Issue for a period of at least eight years from the last date of dispatch of the Allotment Advice, demat credit and refund through unblocking to enable the investors to approach the Registrar to the Issue for redressal of their grievances.

All grievances relating to the Issue may be addressed to the Registrar to the Issue, giving full details such as name, address of the Applicant, number of NCDs applied for, amount paid on application and the bank branch or collection centre where the application was submitted.

All grievances relating to the ASBA process may be addressed to the Registrar to the Issue with a copy to either (a) the relevant Designated Branch of the SCSB where the Application Form was submitted by the ASBA applicant, or (b) the concerned Member of the Syndicate and the relevant Designated Branch of the SCSB in the event of an application submitted by an ASBA applicant at any of the Syndicate ASBA Centres, giving full details such as name, address of Applicant, Application Form number, series applied for, number of NCDs applied for, amount blocked on application.

All grievances related to the UPI process may be addressed to the Stock Exchanges, which shall be responsible for addressing investor grievances arising from applications submitted online through the App based/ web interface platform of stock exchanges or through their Trading Members. The intermediaries shall be responsible for addressing any investor grievances arising from the applications uploaded by them in respect of quantity, price or any other data entry or other errors made by them.

The contact details of Registrar to the Issue are as follows:

KFin TECHNOLOGIES LIMITED

Selenium Tower-B, Plot 31 & 32
Gachibowli Financial District,
Nanakramguda, Serilingampally,
Hyderabad, Telangana, India 500032
Tel: +91 40 6716 2222/ 18003094001
Fax: +91 40 6716 1563
Email: efsl.ncdipo@kfintech.com
Investor Grievance Email: einward.ris@kfintech.com
Website: www.kfintech.com
Compliance Officer: Manju Anand
Contact Person: M. Murali Krishna
SEBI Registration Number: INR000000221
CIN: L72400MH2017PLC444072

The Registrar shall endeavour to redress complaints of the investors within 21 (twenty one) days receipt of the complaint during the currency of this Draft Prospectus and continue to do so during the period it is required to maintain records under the RTA Regulations and the Issuer shall extend necessary co-operation to the Registrar for its complying with the said regulations. The Registrar shall provide a status report of investor complaints and grievances on a quarterly basis to the Issuer. Similar status reports should also be provided to the Issuer as and when required by the Issuer.

The details of the person appointed to act as Company Secretary and Compliance Officer for the purposes of the Issue are set out below:

Tarun Khurana
Company Secretary and Compliance Officer
Edelweiss House, Off C.S.T. Road
Kalina, Mumbai 400 098, Maharashtra, India
Tel: +91 22 4079 5199
Email: efslncd@edelweissfin.com

Investors may contact the Registrar to the Issue or the Compliance Officer in case of any pre-issue or post Issue related issues such as non-receipt of Allotment Advice, demat credit, etc.

Details of Auditor to the Issuer:

Name of the Auditor	Address	Date of appointment
Nangia & Co. LLP, Chartered Accountants	4th Floor, Iconic Tower, Urmi Estate, 95 Ganpatrao Kadam Marg, Lower Parel (West), Mumbai - 400013, India	Appointment of Nangia & Co. LLP has been approved by the Board of Directors of the Issuer on August 4, 2023 and by the members of the Issuer at the annual general meeting held on September 26, 2023

Change in auditors of the Issuer during the last three financial years and the current financial year

Except as disclosed below, there has been no changes in the statutory auditor of the Issuer:

Name of Auditor	Address	Date of Appointment	Date of cessation, if applicable	Date of resignation, if applicable
Nangia & Co. LLP, Chartered Accountants	4th Floor, Iconic Tower, Urmi Estate, 95 Ganpatrao Kadam Marg, Lower Parel (West), Mumbai - 400013, India	September 26, 2023	N.A.	N.A.
S. R. Batliboi & Co. LLP, Chartered Accountants	12th Floor, The Ruby, 29 Senapati Bapat Marg, Dadar (West), Mumbai 400 028, Maharashtra, India	July 26, 2018	September 26, 2023	N.A.

Pre-Issue Advertisement

The Issuer will issue a statutory advertisement in compliance with Regulation 30(1) of the SEBI NCS Regulations on or before the Issue Opening Date of the Issue. The advertisement will contain the information as prescribed under the SEBI NCS Regulations and Section 30 of the Companies Act. Material updates, if any, between the date of filing of the Prospectus with the ROC and the date of the release of the statutory advertisement will be included in the statutory advertisement.

The summary of reservations or qualifications or adverse remarks of auditors in the three financial years immediately preceding the year of issue of this Draft Prospectus, and of their impact on the financial statements and financial position of the company, and the corrective steps taken and proposed to be taken by the company for each of the said reservations or qualifications or adverse remarks:

Other than as disclosed in the chapter titled "*Risk Factors*" on page 22 there are no reservations or qualifications or adverse remarks in the financial statements of the Issuer in the last three Fiscals immediately preceding this Draft Prospectus.

Trading

The Equity Shares of the Issuer are listed and traded on NSE and BSE. The non-convertible debentures of the Issuer are listed on BSE and/or NSE.

Caution

Attention of the applicants is specifically drawn to the provisions of sub-section (1) of Section 38 of the Companies Act, 2013 which is reproduced below:

"Any person who:

(a) makes or abets making of an application in a fictitious name to a company *for acquiring or subscribing for, its securities; or*

(b) makes or abets making of multiple applications to a company in different names or in different combinations of his name or surname for acquiring or subscribing for its securities; or

(c) otherwise induces directly or indirectly a company to allot, or register any transfer of securities to him, or any other person in a fictitious name

shall be liable for action under section [●]."

Disclaimer in respect of Jurisdiction

Exclusive jurisdiction for the purpose of the Issue is with the competent courts of jurisdiction in Mumbai, India.

SECTION VII – ISSUE RELATED INFORMATION

ISSUE STRUCTURE

The key common terms and conditions of the NCDs / term sheet are as follows:

Security Name (Name of the non-convertible securities)	Secured, redeemable, non-convertible debentures
Issuer	Edelweiss Financial Services Limited
Type of instrument	Secured, redeemable, non-convertible debentures
Seniority	Senior
Nature of the Instrument	Secured, Redeemable, Non-Convertible Debentures
Mode of the Issue	Public Issue
Lead Managers	Trust Investment Advisors Private Limited, Nuvama Wealth Management Limited[#] & Tipsons Consultancy Services Private Limited
Debenture Trustee	Beacon Trusteeship Limited
Depositories	NSDL and CDSL
Registrar to the Issue	KFin Technologies Limited
Issue	Public issue by the Issuer of 30,00,000 secured redeemable non-convertible debentures of face value of ₹ 1,000 each ("**NCDs**" or "**Debentures**") for an amount up to ₹ 1,500 million ("**Base Issue Size**") with a green shoe option of up to ₹ 1,500 million, cumulatively aggregating up to ₹ 3,000 million ("**Issue Limit**").
Minimum Subscription	Minimum subscription is 75% of the Base Issue Size, i.e. ₹ 1,125 million
Base Issue Size/Issue Size	₹ 1,500 million
Option to Retain Oversubscription Amount/ Green Shoe Option	up to ₹ 1,500 million
Eligible Investors	Please refer to the section titled "*Issue Procedure – Who can apply?*" on page 373.
Objects of the Issue	Please refer to the section titled "*Objects of the Issue*" on page 99.
Details of Utilization of the Proceeds	Please refer to the section titled "*Objects of the Issue*" on page 99.
Interest Rate on each category of investor*	See "*Terms of the Issue - Interest and Payment of Interest*" on page 363.
Step up/ Step Down Interest rates	NA
Interest type	As specified in the Prospectus.
Interest reset process	As specified in the Prospectus.
Frequency of interest payment/ Coupon Payment Frequency	See "*Terms of the Issue - Interest and Payment of Interest*" on page 363.
Interest payment date	See "*Terms of the Issue - Interest and Payment of Interest*" on page 363.
Day count basis	Actual / Actual
Interest on application money	Not Applicable
Default Interest rate	The Issuer shall pay interest, over and above the agreed coupon rate, in connection with any delay in allotment, refunds, dematerialized credit, execution of Debenture Trust Deed, payment of interest, redemption of principal amount beyond the time limits

	prescribed under applicable statutory and/or regulatory requirements, at such rates as stipulated/ prescribed under applicable laws or as specified in this Draft Prospectus, as the case may be. The Issuer shall pay at least 2% (two per cent) per annum to the NCD holder, over and above the agreed coupon rate, till the execution of the trust deed if the Issuer fails to execute the trust deed within such period as prescribed under applicable law or at any other rate as prescribed under applicable laws, whichever is lower.
Tenor	As specified in the Prospectus.
Redemption Date	As specified in the Prospectus.
Redemption Amount	As specified in the Prospectus.
Redemption Premium/ Discount	As specified in the Prospectus.
Face Value	₹ 1,000 per NCD
Issue Price	₹ 1,000 per NCD
Discount at which security is issued and the effective yield as a result of such discount	NA
Premium/Discount at which security is redeemed and the effective yield as a result of such premium/discount	NA
Put date	NA
Put price	NA
Call date	NA
Call price	NA
Put notification time	NA
Call notification time	NA
Minimum Application size and in multiples of NCD thereafter	₹ 10,000 (10 NCD) and in multiple of ₹ 1,000 (1 NCD) thereafter.
Market Lot / Trading Lot	The market lot will be 1 NCD ("**Market Lot**"). Since the NCDs are being issued only in dematerialized form, the odd lots will not arise either at the time of issuance or at the time of transfer of NCDs.
Pay-in date	Application Date. The entire Application Amount is payable on Application.
Credit Ratings / Rating of the instrument	The NCDs proposed to be issued under the Issue have been rated "Crisil A+/Stable (pronounced as Crisil A plus rating with Stable outlook)" for an amount of ₹ 12,000 million by Crisil vide their rating letter dated May 13, 2026, with rating rationale dated January 9, 2026. Securities with this rating are considered to have adequate degree of safety regarding timely servicing of financial obligations. Such securities carry low credit risk. There are no unaccepted ratings or any other ratings obtained for the Issue other than as specified in this Draft Prospectus. The rating given by the Credit Rating Agency is valid as on the date of this Draft Prospectus, shall be valid as on the date of issuance and listing and shall remain valid until the rating is revised or withdrawn. The rating is not a recommendation to buy, sell or hold securities and investors should take their own decision. The rating may be subject to revision or withdrawal at any time by the

	assigning rating agency and the rating should be evaluated independently of any other rating. The rating agency has a right to suspend or withdraw the rating at any time on the basis of factors such as new information. Please refer to Annexure A of this Draft Prospectus for the rating letter, rationale and/or press release of the above rating. Also please refer to the following link for the rating rationale dated January 9, 2026: https://www.crisilratings.com/mnt/winshare/Ratings/RatingList/RatingDocs/EdelweissFinancialServicesLimited_January%2009_%202026_RR_385951.html
Listing	The NCDs are proposed to be listed on BSE. The NCDs shall be listed within 3 (three) Working Days from the date of Issue closure. BSE has been appointed as the Designated Stock Exchange.
Modes of payment	Please refer to the section titled "*Issue Structure – Terms of Payment*" on page 342.
Issuance mode of the Instrument**	In dematerialised form only
Trading mode of the instrument***	In dematerialised form only
Issue opening date	As specified in the Prospectus.
Issue closing date***	As specified in the Prospectus.
Date of earliest closing of the issue, if any.	As specified in the Prospectus.
Issue Timing	As specified in the Prospectus.
Record date	The record date for payment of interest in connection with the NCDs or repayment of principal in connection therewith shall be 15 (fifteen) days or such other day prior to the date on which interest is due and payable, and/or the date of redemption or such other date under this Draft Prospectus as may be determined by the Issuer in accordance with the applicable law. Provided that trading in the NCDs shall remain suspended between the aforementioned Record Date in connection with redemption of NCDs and the date of redemption or as prescribed by the Stock Exchange, as the case may be. In case Record Date falls on a day when Stock Exchange are having a trading holiday, the immediately preceding trading day will be deemed as the Record Date.
Settlement mode of instrument	Redemption
All covenants of the Issue (including side letters, accelerated payment clause, etc.)	Please refer to the section titled "*Terms of the Issue – Covenants and Undertakings*" on page 350.
Description regarding security (where applicable) including type of security (movable/ immovable/ tangible etc.) type of charge (pledge/ hypothecation/ mortgage etc.), date of creation of security/ likely date of creation of security, minimum	The principal amount of the NCDs to be issued in terms of this Draft Prospectus and the Prospectus, thereof shall be secured by way of pari passu charge in favor of the Debenture Trustee on certain assets of the entities permissible under applicable law and/or the Issuer including loans and advances, receivables, investments, stock in trade, current & other assets and/or immovable property / fixed assets held by the entities permissible under applicable law and/or the Issuer, created in favour of the Debenture Trustee, and/or over the Pledged Securities in favour of the Debenture Trustee for the benefit of the NCD holders, except those specifically and exclusively charged in favour of certain existing charge holders as specifically set out in and fully described in the Debenture Trust Deed and/or Securities Pledge Agreement, such that a security cover of at least 100% of the outstanding principal amounts of the NCDs and interest thereon is maintained at all time until the Maturity Date. We have received necessary consents

security cover, revaluation, replacement of security, interest of the NCD holder over and above the coupon rate as specified in the Debenture Trust Deed and disclosed this Draft Prospectus	from the relevant debenture trustees for ceding pari-passu charge in favour of the Debenture Trustee in relation to the NCDs. The NCDs shall be considered as secured only if the charged asset is registered with sub-registrar and/or RoC or CERSAI or Depository etc., as applicable, or is independently verifiable by the Debenture Trustee. Without prejudice to the aforesaid, in the event the Issuer fails to execute the Debenture Trust Deed within the period specified in Regulation 18(1) of the SEBI NCS Regulations or such other time frame as may be stipulated from time-to-time, the Issuer shall also pay interest of at least 2% (two per cent) per annum to the NCD holders, over and above the interest rate on the NCDs specified in this Draft Prospectus and the Prospectus, till the execution of the Debenture Trust Deed. The security shall be created prior to making the listing application for the NCDs with the Stock Exchange. For further details on date of creation of security/likely date of creation of security, minimum security cover etc., please refer to the "*Terms of the Issue – Security*" on page 345.
Issue/ Transaction documents	This Draft Prospectus, the Prospectus read with any notices, corrigenda, addenda thereto, the Debenture Trust Deed and other documents, if applicable, and various other documents/ agreements/ undertakings, entered or to be entered by the Issuer with Lead Managers and/or other intermediaries for the purpose of this Issue including but not limited to the Issue Agreement, Debenture Trust Deed, Securities Pledge Agreement, the Debenture Trustee Agreement, the Tripartite Agreements, the Public Issue Account and Sponsor Bank Agreement, the Registrar Agreement and the Consortium Agreements. For further details, please refer to "*Material Contracts and Documents for Inspection*" on page 427.
Condition precedent to the Issue	The Issuer shall provide/ confirm to the Debenture Trustee: 1. A certified true copy of the latest charter documents of the Issuer, certified as correct, complete and in full force and effect by the appropriate officer; 2. certified true copies of relevant board resolutions; 3. The Company shall have obtained the Debenture Trustee consent letter from the Debenture Trustee; 4. The Issuer shall have obtained in-principle approval from the Stock Exchange for listing of the Debentures; and such other conditions as set out in the Debenture Trust Deed and as specified in the SEBI NCS Regulations.
Condition subsequent to the Issue	The Issuer shall provide/ confirm to the Debenture Trustee: 1. An end-use certificate from an independent chartered accountant, certifying the heads under which funds have been utilized in accordance with Offer Documents, within 60 (sixty) days of the Deemed Date of Allotment for the Debentures; 2. the final listing approval from the Stock Exchange in respect of the Issue; and such other conditions as set out in the Debenture Trust Deed and as specified in the SEBI NCS Regulations.
Events of default (including manner of voting/conditions of joining Inter Creditor Agreement)	Please refer to the section titled "*Terms of the Issue – Events of Default*" on page 346.
Creation of recovery expense fund	The Issuer has already created a recovery expense fund in the manner as specified by SEBI in SEBI Master Circular for Debenture Trustees bearing reference no.

	SEBI/HO/DDHS-PoD-1/P/CIR/2025/117 dated August 13, 2025, as amended from time to time and Regulation 11 of the SEBI NCS Regulations with the Designated Stock Exchange and informed the Debenture Trustee regarding the creation of such fund. The recovery expense fund may be utilised by Debenture Trustee, in the event of default by the Issuer under the terms of the Debenture Trust Deed, for taking appropriate legal action to enforce the security.
Conditions for breach of covenants (as specified in Debenture Trust Deed)	Upon occurrence of any default in the performance or observance of any term, covenant, condition or provision contained in the summary term sheet, the Debenture Trustee shall take necessary actions as mentioned in the Debenture Trust Deed and this Draft Prospectus. Please refer to the section titled "*Terms of the Issue – Events of Default*" on page 346.
Deemed Date of Allotment	The date on which the Board of Directors/or the Debenture Fund Raising Committee approves the Allotment of the NCDs for the Issue or such date as may be determined by the Board of Directors/ or the Debenture Fund Raising Committee thereof and notified to the Designated Stock Exchange. The actual Allotment of NCDs may take place on a date other than the Deemed Date of Allotment. All benefits relating to the NCDs including interest on NCDs shall be available to the NCD Holders from the Deemed Date of Allotment.
Roles and responsibilities of the Debenture Trustee	Please see section titled "*Terms of the Issue – Trustees for the NCD Holders*" on page 346.
Risk factors pertaining to the Issue	Please see section titled "*Risk Factors*" on page 22.
Provisions related to Cross Default Clause	NA
Governing law and Jurisdiction	The governing law and jurisdiction for the purpose of the Issue shall be Indian law, and the competent courts of jurisdiction in Mumbai, India, respectively.
Working day convention / Day count convention / Effect of holidays on payment	If the Interest Payment Date falls on a day other than a Working Day, the interest payment shall be made by the Issuer on the immediately succeeding Working Day and calculation of such interest payment shall be as per original schedule as if such Interest Payment Date were a Working Day. Further, the future Interest Payment Dates shall remain intact and shall not be changed because of postponement of such interest payment on account of it failing on a non-Working Day. If Redemption Date (also being the last Interest Payment Date) falls on a day that is not a Working Day, the Redemption Amount shall be paid by the Issuer on the immediately preceding Working Day along with interest accrued on the NCDs until but excluding the date of such payment. The interest /redemption payments shall be made only on the days when the money market is functioning in Mumbai.

Notes:

 # Nuvama Wealth Management Limited is deemed to be our associate in accordance with Regulation 21A of the Securities and Exchange Board of India (Merchant Bankers) Regulations, 1992, as amended (Merchant Bankers Regulations). Further, in compliance with the provisions of Regulation 21A and explanation to Regulation 21A of the Merchant Bankers Regulations, Nuvama Wealth Management Limited would be involved only in marketing of the Issue and as per Regulation 25 (3) of SEBI NCS Regulations and shall not issue a due diligence certificate.

If there is any change in Coupon Rate pursuant to any event including elapse of certain time period or downgrade in rating, then such new Coupon Rate and events which lead to such change will be disclosed to the Stock Exchange.

** *In terms of Regulation 7 of the SEBI NCS Regulations, the Issuer will undertake this public issue of the NCDs in dematerialised form. Trading in NCDs shall be compulsorily in dematerialized form.*

*** *The Issue shall remain open for subscription on Working Days from 10:00 a.m. to 5:00 p.m. (Indian Standard Time) during the period indicated in this Draft Prospectus, except that the Issue may close on such earlier date or extended date (subject to a minimum period of 2 (two) working days and a maximum period of 10 (ten) working days from the date of opening of this Issue) as may be decided by the Board of Directors of the Issuer or the Debenture Fund Raising Committee, thereof, subject to relevant approvals.*

Pursuant to Regulation 33A of the SEBI NCS Regulations, (i) the Issue shall be kept open for a minimum of 2 (two) Working Days and a maximum of 10 (ten) Working Days, (ii) in case of a revision in the price band or yield, the Issuer shall extend the Issue Period for a minimum period of one working day, provided that it shall not exceed the maximum number of days, as provided above in (i), and (iii) in case of force majeure, banking strike or similar circumstances, the Issuer may, for reasons to be recorded in writing, extend the Issue Period, provided that it shall not exceed the maximum number of days, as provided above in (i).

In the event of an early closure or extension of the Issue; the Issuer shall ensure that notice of the same is provided to the prospective investors through an advertisement in a daily national newspaper with wide circulation and a regional daily at the place where the registered office of the Issuer is situated on or before such earlier or extended date of Issue closure. On the Issue Closing Date, the Application Forms will be accepted only between 10:00 a.m. and 3:00 p.m. and upload or modified (in case of submitted bids) until 5:00 p.m. (Indian Standard Time) or such extended time as may be permitted by BSE.

Applications Forms for the Issue will be accepted only from 10:00 a.m. to 5:00 p.m. (Indian standard time) ***("Bidding Period")*** *or such extended time as may be permitted by BSE, on Working Days during the Issue Period. On the Issue Closing Date, Application Forms will be accepted only between 10:00 a.m. to 3:00 p.m. and uploaded or modified (in case of submitted bids) until 5:00 p.m. (Indian Standard Time) or such extended time as may be permitted by BSE. Further, pending mandate requests for bids placed on the last day of bidding will be validated by 5:00 p.m. on the Issue Closing Date. It is clarified that the Applications not uploaded on the Stock Exchange(s) Platform would be rejected. For further details please refer to the chapter titled "Issue Related Information" on page 334.*

***Due to limitation of time available for uploading the Applications on the Issue Closing Date, Applicants are advised to submit their Application Forms one day prior to the Issue Closing Date and, no later than 3:00 p.m. (Indian Standard Time) on the Issue Closing Date. Applicants are cautioned that in the event a large number of Applications are received on the Issue Closing Date, there may be some Applications which are not uploaded due to lack of sufficient time to upload. Such Applications that cannot be uploaded will not be considered for allocation under the Issue. Neither the Issuer, nor the Lead Managers, nor any Member of the Syndicate, Registered Brokers at the Broker Centres, CDPs at the Designated CDP Locations or the RTAs at the Designated RTA Locations or designated branches of SCSBs are liable for any failure in uploading the Applications due to failure in any software/ hardware systems or otherwise. Please note that the basis of Allotment under the Issue will be on date priority basis except on the day of oversubscription and thereafter, if any, where the Allotment will be proportionate, in accordance with SEBI NCS Master Circular. For further details please refer to the section titled "General Information" on page 70.*

For the list of documents executed/ to be executed, please see "Material Contracts and Documents for Inspection" on page 427.

While the NCDs are secured to the tune of 100% of the principal and interest thereon in favour of Debenture Trustee, it is the duty of the Debenture Trustee to monitor the security cover is maintained, however, the recovery of 100% of the amount shall depend on the market scenario prevalent at the time of enforcement of the security.

Please see "Issue Procedure" on page 372 for details of category wise eligibility and allotment in the Issue.

Debt securities shall be considered as secured only if the charged asset is registered with Sub-registrar and Registrar of Companies or CERSAI or Depository etc., as applicable, or is independently verifiable by the debenture trustee.

Please refer to Annexure C for details pertaining to the cash flows of the Company in accordance with the SEBI NCS Master Circular.

Specific Terms for NCDs

As specified in the Prospectus.

Terms of payment

The entire face value per NCDs applied for will be blocked in the relevant ASBA Account maintained with the SCSB or under UPI mechanism (for retail individual investors and high net worth individuals), as the case may be, in the bank account of the Applicants that is specified in the ASBA Form at the time of the submission of the Application Form. In the event of Allotment of a lesser number of NCDs than applied for, the Issuer shall unblock the additional amount blocked upon application in the ASBA Account, in accordance with the terms specified in "Terms of the Issue – Manner of Payment of Interest/ Unblocking" on page 365.

Participation by any of the above-mentioned Investor classes in the Issue will be subject to applicable statutory and/or regulatory requirements. Applicants are advised to ensure that applications made by them do not exceed the investment limits or maximum number of NCDs that can be held by them under applicable statutory and/or regulatory provisions.

The NCDs have not been and will not be registered, listed, or otherwise qualified in any jurisdiction outside India and may not be offered or sold, and Applications may not be made by persons in any such jurisdiction, except in compliance with the applicable laws of such jurisdiction. In particular, the NCDs have not been and will not be registered under the U.S. Securities Act, 1933, as amended (the "**Securities Act**") or the securities laws of any state of the United States and may not be offered or sold within the United States or to, or for the account or benefit of, U.S. persons (as defined in Regulation S under the Securities Act) except pursuant to an exemption from, or in a transaction not subject to, the registration requirements of the Securities Act and applicable state securities laws. The Issuer has not registered and does not intend to register under the U.S. Investment Company Act, 1940 in reliance on section 3(c)(7) thereof. This Draft Prospectus may not be forwarded or distributed to any other person and may not be reproduced in any manner whatsoever, and in particular, may not be forwarded to any U.S. Person or to any U.S. address.

Applications may be made in single or joint names (not exceeding three). Applications should be made by Karta in case the Applicant is an HUF. If the Application is submitted in joint names, the Application Form should contain only the name of the first Applicant whose name should also appear as the first holder of the depository account held in joint names. If the depository account is held in joint names, the Application Form should contain the name and PAN of the person whose name appears first in the depository account and signature of only this person would be required in the Application Form.

This Applicant would be deemed to have signed on behalf of joint holders and would be required to give confirmation to this effect in the Application Form. Please ensure that such Applications contain the PAN of the HUF and not of the Karta.

In the case of joint Applications, all payments will be made out in favour of the first Applicant. All communications will be addressed to the first named Applicant whose name appears in the Application Form and at the address mentioned therein.

Day Count Convention

Interest shall be computed on an actual/actual basis i.e. on the principal outstanding on the NCDs as per the SEBI NCS Master Circular.

Effect of holidays on payments

If the date of payment of interest does not fall on a Working Day, then the interest payment will be made on succeeding Working Day, however the calculation for payment of interest will be only till the originally stipulated Interest Payment Date. The dates of the future interest payments would be as per the originally stipulated schedule. Payment of interest will be subject to the deduction of tax as per Income Tax Act or any statutory modification or re-enactment thereof for the time being in force. In case the Redemption Date (also being the last Interest Payment Date) does not fall on a Working

Day, the payment will be made on the immediately preceding Working Day, along with coupon/interest accrued on the NCDs until but excluding the date of such payment.

Applicants are advised to ensure that they have obtained the necessary statutory and/or regulatory permissions / consents/approvals in connection with applying for, subscribing to, or seeking Allotment of NCDs pursuant to the Issue.

For further details, see the section titled "*Issue Procedure*" on page 372.

TERMS OF THE ISSUE

Authority for the Issue

At the meeting of the Board of Directors of the Issuer held on November 11, 2025 the Board of Directors approved the public issue of NCDs for an amount up to ₹ 10,000 million. Further, the Debenture Fund Raising Committee of the Issuer at their meeting held on May 26, 2026, has approved this Issue of NCDs with a face value of ₹ 1000 each, pursuant to the terms and conditions of this Draft Prospectus and the Prospectus**.**

Further, the present borrowing is within the borrowing limits of ₹ 100,000 million under Section 180(1)(c) of the Companies Act, 2013 duly approved by the members of the Issuer by way of postal ballot on September 10, 2014.

The NCDs pursuant to this Issue will be issued on terms and conditions as set out in this Draft Prospectus read with the Prospectus.

Principal Terms & Conditions of the Issue

The NCDs being offered as part of the Issue are subject to the provisions of the SEBI NCS Regulations, the relevant provisions of the Companies Act, 2013, the Memorandum and Articles of Association of the Issuer, the terms of this Draft Prospectus, the Prospectus, the Abridged Prospectus, the Application Forms, the terms and conditions of the Debenture Trustee Agreement and the Debenture Trust Deed, other applicable statutory and/or regulatory requirements including those issued from time to time by SEBI/the Government of India/BSE/NSE, RBI, and/or other statutory/regulatory authorities relating to the offer, issue and listing of securities and any other documents that may be executed in connection with the NCDs.

Ranking of NCDs

The NCDs would constitute secured obligations of ours and shall rank *pari passu* inter se, and subject to any obligations and applicable statutory and/or regulatory requirements, shall also, with regard to the amount invested, thereof shall be secured by way of a *pari passu* charge in favor of the Debenture Trustee on the assets of the entities permissible under applicable law and/or the Company including loans and advances, receivables, investments, stock in trade, current & other assets held by the entities permissible under applicable law and/or the Company, created in favour of the Debenture Trustee, and/or over the Pledged Securities in favour of the Debenture Trustee for the benefit of the Debenture holders, except those specifically and exclusively charged in favour of certain existing charge holders as specifically set out in and fully described in the Debenture Trust Deed and/or Securities Pledge Agreement, such that a security cover of atleast 100% of the outstanding principal amounts of the NCDs and interest thereon is maintained at all time until the Maturity Date. We have received necessary consents from the relevant debenture trustees for ceding *pari- passu* charge in favour of the Debenture Trustee in relation to the NCDs. The NCDs shall be considered as secured only if the charged asset is registered with sub-registrar and/or RoC or CERSAI or Depository etc., as applicable, or is independently verifiable by the Debenture Trustee. Without prejudice to the aforesaid, in the event the Issuer fails to execute the Debenture Trust Deed within the period specified in Regulation 18(1) of the SEBI NCS Regulations or such other time frame as may be stipulated from time-to-time, the Issuer shall also pay interest of at least 2% (two per cent) per annum to the NCD holders, over and above the interest rate on the NCDs specified in this Draft Prospectus, till the execution of the Debenture Trust Deed. The security shall be created prior to making the listing application for the NCDs with the Stock Exchange.

The Issuer, pursuant to the SEBI DT Master Circular has entered/shall enter into the Debenture Trustee Agreement with the Debenture Trustee and in furtherance thereof intends to enter into a deed of agreement with the Debenture Trustee, ("**Debenture Trust Deed**"), terms of which will govern the powers, authorities and obligations of the Debenture Trustee. The Issuer proposes to complete the execution and registration of the Debenture Trust Deed within the stipulated timeframe and shall utilize the funds only after the stipulated security has been created. Under the terms of the Debenture Trust Deed, the Issuer will covenant with the Debenture Trustee that it will pay the NCD Holders the principal amount on the NCDs on the relevant Redemption Date and also that it will pay the interest due on NCDs on the rate specified in this Draft Prospectus, the Prospectus and in the Debenture Trust Deed. The Debenture Trust Deed will also provide that the Issuer may withdraw any portion of the security and replace with another asset of the same or a higher value and shall ensure that the minimum security cover shall be maintained until the redemption of the NCDs.

The NCDs proposed to be issued under this Issue and all earlier issues of debentures outstanding in the books of the Issuer having corresponding assets as security, shall rank *pari passu* without preference of one over the other except that priority for payment shall be as per applicable date of redemption.

The Issuer has obtained permissions or consents from the debenture trustees /existing creditors for proceeding with this Issue.

Security

The principal amount of the NCDs to be issued in terms of this Draft Prospectus, the Prospectus and the Debenture Trust Deed, thereof shall be secured by way of a pari passu charge in favor of the Debenture Trustee on the assets of the entities permissible under applicable law and/or the Issuer including loans and advances, receivables, investments, stock in trade, current & other assets and/or immovable property / fixed assets held by the entities permissible under applicable law and/or the Issuer, created in favour of the Debenture Trustee, and/or over the Pledged Securities in favour of the Debenture Trustee for the benefit of the NCD holders, except those specifically and exclusively charged in favour of certain existing charge holders as specifically set out in and fully described in the Debenture Trust Deed and/or Securities Pledge Agreement, such that a security cover of at least 100% of the outstanding principal amounts of the NCDs and interest thereon is maintained at all time until the Maturity Date. We have received necessary consents from the relevant debenture trustees for ceding pari-passu charge in favour of the Debenture Trustee in relation to the NCDs. The NCDs shall be considered as secured only if the charged asset is registered with sub-registrar and/or RoC or CERSAI or Depository etc., as applicable, or is independently verifiable by the Debenture Trustee. Without prejudice to the aforesaid, in the event the Issuer fails to execute the Debenture Trust Deed within the period specified in Regulation 18(1) of the SEBI NCS Regulations or such other time frame as may be stipulated from time-to-time, the Issuer shall also pay interest of at least 2% (two per cent) per annum to the NCD holders, over and above the interest rate on the NCDs specified in the Prospectus, till the execution of the Debenture Trust Deed. The security shall be created prior to making the listing application for the NCDs with the Stock Exchange.

Without prejudice to the aforesaid, in the event the Issuer fails to execute the Debenture Trust Deed within the period specified in Regulation 18 of the SEBI NCS Regulations or such other time frame as may be stipulated from time-to-time, the Issuer shall also pay interest of at least 2% (two per cent) per annum to the NCD holders, over and above the interest rate on the NCDs specified in the Prospectus, till the execution of the Debenture Trust Deed and in accordance with the applicable laws. The security shall be created prior to making the listing application for the NCDs with the Stock Exchange.

Debenture Redemption Reserve

In accordance with recent amendments to the Companies Act, 2013, and the Companies (Share Capital & Debentures) Rules 2014, read with Regulation 16 of the SEBI NCS Regulations, a listed company that intends to issue debentures to the public are no longer required to create a DRR for the purpose of redemption of debentures. Pursuant to the amendment to the Companies (Share Capital & Debentures) Rules 2014, notified on August 16, 2019, and as on the date of filing of this Draft Prospectus, the Issuer is not required to create DRR for the purpose of redemption of the NCDs. Accordingly, no debenture redemption reserve shall be created by the Issuer for the purpose of redemption of the NCDs or in connection with the Issue. The Issuer shall, as per the Companies (Share Capital & Debentures) Rules 2014 and other laws applicable from time to time, invest or deposit, as the case may be, the applicable amounts, within the specified timelines, in respect of debentures maturing during the year ending on the 31st day of March of the next year, in any one or more methods of investments or deposits stipulated under the applicable law. Provided that the amount remaining invested or deposited, as the case may be, shall not at any time fall below the specified percentage, which is presently stipulated at 15% (fifteen percent) of the amount of the debentures maturing during the year ending on March 31 of the next year, in any of the following instruments or such other instruments as may be permitted under the applicable laws:

1. in deposits with any scheduled bank, free from any charge or lien;
2. in unencumbered securities of the Central Government or any State Government;
3. in such securities as may notified under section 20 of the Indian Trusts Act, 1882 from time to time by the Central Government;
4. in unencumbered bonds issued by any other company which is notified under sub-clause (f) of section 20 of the Indian Trusts Act, 1882:

Provided further that the amount invested or deposited as above shall not be used for any purpose other than for redemption of debentures maturing during the year referred above.

Face Value

The face value of each NCD shall be ₹ 1,000.

Trustees for the NCD Holders

The Issuer has appointed Beacon Trusteeship Limited to act as the Debenture Trustee for the NCD Holders in terms of Regulation 8 of the SEBI NCS Regulations and Section 71(5) of the Companies Act, 2013 and the rules prescribed thereunder. The Issuer and the Debenture Trustee will execute a Debenture Trust Deed, inter alia, specifying the powers, authorities and obligations of the Debenture Trustee and us. The NCD Holder(s) shall, without further act or deed, be deemed to have irrevocably given their consent to the Debenture Trustee or any of its agents or authorized officials to do all such acts, deeds, matters and things in respect of or relating to the NCDs as the Debenture Trustee may in its absolute discretion deem necessary or require to be done in the interest of the NCD Holder(s). Any payment made by us to the Debenture Trustee on behalf of the NCD Holder(s) shall discharge us pro tanto to the NCD Holder(s).

The Debenture Trustee will protect the interest of the NCD Holders in the event of default by us in regard to timely payment of interest and repayment of principal and they will take necessary action at our cost.

We and the Debenture Trustee will execute a Debenture Trust Deed, inter alia, specifying the powers, authorities and obligations of the Debenture Trustee and us. The NCD Holder(s) shall, without further act or deed, be deemed to have irrevocably given their consent to the Debenture Trustee or any of its agents or authorised officials to do all such acts, deeds, matters and things in respect of or relating to the NCDs as the Debenture Trustee may in its absolute discretion deem necessary or require to be done in the interest of the NCD Holder(s). Any payment made by us to the Debenture Trustee on behalf of the NCD Holder(s) shall discharge us pro tanto to the NCD Holder(s).

The Debenture Trustee will protect the interest of the NCD Holders in the event of default by us in regard to timely payment of interest and repayment of principal and they will take necessary action.

Events of Default (including manner of voting/conditions of joining Inter Creditor Agreement)

Subject to the terms of the Debenture Trust Deed, the Debenture Trustee at its discretion may, or if so requested in writing by the holders of at least three-fourths of the outstanding amount of the NCDs or with the sanction of a special resolution, passed at a meeting of the NCD Holders, (subject to being indemnified and/or secured by the NCD Holders to its satisfaction), give notice to the Issuer specifying that the NCDs and/or any particular series of NCDs, in whole but not in part are and have become due and repayable on such date as may be specified in such notice *inter alia* if any of the events listed below occurs and such default is not remedied within the applicable cure periods as particularly described in the Debenture Trust Deed.

The occurrence of any one of the following events shall constitute an Event of Default by the Issuer:

(a) *Default in redemption of* NCDs

Default shall have occurred in the redemption of the NCDs together with redemption premium, if any, interest accrued thereon as and when the same shall have become due and payable or payment of any other amounts in terms of the Offer Document and the Debenture Trust Deed.

(b) *Default in payment of interest/principal amount*

Defaults by the Company in the payment of any interest or the principal amount of the NCDs, as and when the same shall have become due and payable.

(c) *Default in performance of covenants and conditions*

Default shall have occurred in the performance of any other covenants, conditions or agreements on the part of the Company under Offer Document and the Debenture Trust Deed or the Prospectus or the other Transaction Documents, unless cured within the applicable cure periods, if any.

(d) *Supply of misleading information*

Any information given by the Company in the Prospectus, the Transaction Documents and/or other information furnished and/or the representations and warranties given/deemed to have been given by the Company to the Debenture Holder(s)/Beneficial Owner(s) for financial assistance by way of subscription to the NCDs is found to be or proves to be misleading or incorrect in any material respect.

(e) *Inability to pay debts*

If the Company is unable to or admits in writing its inability to, pay its debts as they mature or proceedings for taking it into liquidation have been admitted by any competent court.

(f) *Proceedings against Company*

The Company shall have voluntarily or involuntarily become the subject of proceedings under bankruptcy or insolvency law.

(g) *Liquidation or dissolution of Company*

The Company has taken or suffered any action to be taken for its reorganisation, liquidation or dissolution.

(h) *Appointment of receiver or liquidator*

Subject to the provisions of law as may, for the time being, be applicable, the Debenture Trustee, shall, at any time after the Security hereby constituted becomes enforceable and whether or not the Debenture Trustee shall then have entered into or taken possession of the secured assets and in addition to the power hereinbefore conferred upon the Debenture Trustee after such entry into or taking possession may, in writing appoint any officer(s) of the Debenture Trustee or any other person(s) as receiver(s) of the secured assets or any part thereof and remove any receiver(s) so appointed and appoint any such other person(s) in his or their stead and unless the Debenture Trustee shall otherwise prescribe in writing, such receiver(s) shall have all the powers hereinbefore conferred upon the Debenture Trustee. All the provisions and powers hereinbefore declared in respect of a receiver appointed by the Debenture Trustee after entering into or taking possession by the Debenture Trustee shall apply to a receiver appointed before entering into or taking possession by the Debenture Trustee and in particular such receiver shall be deemed to be the agent of the Company which shall be solely responsible for his acts and defaults and for his remuneration. In addition to the foregoing, the following provisions shall also apply to such receiver:

(i) *Appointment before or after possession:*

Such appointment may be made either before or after, the Debenture Trustee shall have taken possession, of the secured assets or any part thereof.

(ii) *Receiver to be invested with powers by Debenture Trustee:*

Such receiver may be invested by the Debenture Trustee with such powers and discretions including powers of management as the Debenture Trustee may think expedient.

(iii) *Receiver to exercise powers vested in Debenture Trustee:*

Unless otherwise directed by the Debenture Trustee the receiver shall have and may exercise all the powers and authorities vested in the Debenture Trustee.

(iv) *Receiver to confirm to regulations made by Debenture Trustee:*

The receiver shall, in the exercise of his powers, authorities and discretions, conform to the regulations and directions made and given by the Debenture Trustee from time to time.

(v) *Receiver's remuneration:*

The Debenture Trustee may, from time to time, fix remuneration of the receiver and direct payment thereof out of the secured assets, but the Company alone shall be liable for the payment of such remuneration.

(vi) *Receiver to give security:*

The Debenture Trustee may, from time to time and at any time, require the receiver to give security for the due performance of his duties as such receiver and may fix the nature and the amount of the security to be given, but the Debenture Trustee shall not be bound in any case to require any such security.

(vii) *Receiver to pay the monies:*

Unless otherwise directed by the Debenture Trustee all monies from time to time received by such receiver shall be paid over to the Debenture Trustee to be held by them upon trust herein declared of and concerning the monies arising from any sale, calling in, collection or conversion.

(viii) *Debenture Trustee may pay monies to Receiver:*

The Debenture Trustee may hand over to the receiver any monies constituting part of the secured assets to the extent that the same may be applied for the purposes hereof by such receiver and the Debenture Trustee may, from time to time, determine what funds the receiver shall be at liberty to keep in hand with a view to the performance of his duties as such receiver.

(ix) *Receiver's power to borrow on secured assets:*

Subject as provided herein the receiver may for the purpose of carrying on the business of the Company as mentioned in (ii) above, for defraying any costs, charges, losses or expenses (including his remuneration) which shall be incurred by him in exercise of the powers, authorities and discretion vested in him and for all or any of the purposes raise and borrow monies on the security of the secured assets or any part thereof at such rate or rates of interest and generally on such terms and conditions as he may think fit and no person lending any such money shall be concerned to inquire as to the propriety or purpose of the exercise of the said power or to see to the application of any monies so raised or borrowed; provided that the receiver shall not exercise the said power without first obtaining the written consent of the Debenture Trustee but the Debenture Trustee shall incur no responsibility or liability to any Debenture Holder or otherwise by reason of their giving or refusing such consent whether absolutely or subject to any limitation or condition.

(x) *Receiver Agent of the Company:*

Every receiver shall be the agent of the Company for all purposes and the Company alone shall be responsible for his acts (unless arising out of the negligence, fraud, breach of trust or wilful default on part of the receiver) and liable on any contract or engagement made or entered into by him and for his remuneration and the Debenture Trustee and the Debenture Holder(s)/ Beneficial Owner(s) shall not incur any liability or responsibility therefor by reason of their making or consenting to his appointment as such receiver.

(i) *Extra-ordinary circumstances*

If extraordinary circumstances have occurred which make it impossible for the Company to fulfil its obligations under Offer Document and the Debenture Trust Deed and/or the NCDs.

(j) *Company ceases to carry on business*

If the Company ceases or threatens to cease to carry on its business or gives notice of its intention to do so.

(k) *Revocation or termination*

Any of the necessary clearances required or desirable in relation to the Company or the NCDs in accordance with any of the Transaction Documents is not received or is revoked or terminated, withdrawn, suspended, modified or withheld or shall cease to be in full force and effect which shall, in the reasonable opinion of Debenture Holder(s)/Beneficial Owners(s), have Material Adverse Effect on the Company or the NCDs.

(l) *Insolvency or winding up*

(i) The Company enters into any arrangement or composition with its creditors or commits any act of insolvency or any other act, the consequence of which may lead to the insolvency or winding up of the Company;

(ii) A petition for the reorganisation, arrangement, adjustment, winding up, insolvency (including any insolvency resolution process) or composition of debts of the Company is filed or have been admitted or the Company makes an assignment for the benefit of its creditors generally and such proceeding (other than a proceeding commenced voluntarily by the Company) is not stayed, quashed or dismissed;

(iii) When an order has been made by any tribunal or a special resolution has been passed by the members of the Company for its winding up; and

(iv) The Company is adjudged insolvent or takes advantage of any law for the relief of insolvent debtors;

(m) *Unlawfulness*

It is or becomes unlawful for the Company to perform any of its obligations under any Transaction Document.

(n) *Security*

(i) At any time, any circumstance or event occurs which is prejudicial to or impairs or imperils or jeopardize or endangers any Security or any part thereof or any event occurs which causes Offer Document and the Debenture Trust Deed or any related agreement to become ineffective.

(ii) At any time, without prior written consent of the Debenture Trustee or unless otherwise provided for in Offer Document and the Debenture Trust Deed, the Company, attempts or purports to create any charge, mortgage, pledge, hypothecation, lien or other encumbrance over any of the Security.

(iii) At any time after appointment of a receiver or liquidator as set out in clause 8.2 (h) *(Appointment of receiver or liquidator)*, if it is certified by an accountant or a firm of accountants appointed by the Debenture Trustee that the liabilities of the Company exceed its assets.

(o) *Act constitutes Material Adverse Effect*

Default is committed if the occurrence of any event or condition which constitutes a Material Adverse Effect.

(p) Any other event described as an Event of Default in the Draft Prospectus, the Prospectus and the Transaction Documents.

Any other event described as an event of default in this Draft Prospectus, the Prospectus and the Transaction Documents. In accordance with the DT Master Circular dated August 13, 2025 issued by SEBI in case of 'Default' by Issuers of listed debt securities, post the occurrence of a "default", the consent of the NCD Holders for entering into an inter-creditor agreement (the "**ICA**")/enforcement of security shall be sought by the debenture trustee after providing a notice to the investors in the manner stipulated under applicable law. Further, the meeting of the NCD Holders shall be held within the period stipulated under applicable law. In case(s) where majority of investors express their consent to enter into the ICA,

the debenture trustee shall enter into the ICA on behalf of the investors upon compliance with the conditions as stipulated in the DT Master Circular. In case consents are not received for signing the ICA, the debenture trustee shall take further action, if any, as per the decision taken in the meeting of the investors. The consent of the majority of investors shall mean the approval of not less than 75% of the investors by value of the outstanding debt.

Regulation 51 read with the Explanation to Clause A (11) in Part B of Schedule III of the SEBI Listing Regulations, defines 'default' as non-payment of interest or principal amount in full on the pre-agreed date which shall be recognized at the first instance of delay in the servicing of any interest or principal on debt.

It is hereby confirmed, in case of an occurrence of a "default", the Debenture Trustee shall abide and comply with the procedures mentioned in the DT Master Circular.

Covenants and Undertakings

Information:

A. The Company shall supply the Debenture Trustee (sufficient copies for all Debenture Holder(s) if the Debenture Trustee so requests):

1. all documents dispatched by it to its shareholders (or any class of them) or its creditors generally at the same time as they are dispatched;

2. promptly upon becoming aware of them, the details of any event which may have a Material Adverse Effect;

3. audited quarterly financial results within 45 (forty five) days of the end of each quarter, half yearly financial results within 45 (forty five) days from the end of each half year, and the audited financial statements for a financial year (including statutory auditor's report, directors' annual report, profit and loss accounts and a balance sheet) by no later than 60 (sixty) days from the end of the relevant financial year;

4. Periodical status/ performance reports within 7 (seven) days of the relevant Board meeting or within 45 (forty five) days of the respective quarter whichever is earlier.

5. at the end of every 6 (six) months from the Deemed Date of Allotment, a certificate from an authorised officer of the Company with respect to the use of the proceeds raised through the issue of NCDs;

6. at the end of each half year from the Deemed Date of Allotment, a certificate from the statutory auditors of the Company with respect to the use of the proceeds raised through the issue of NCDs;

7. a certificate from the statutory auditor of the Company giving the value of receivables/book debts on a half yearly basis;

8. compliance certificate to the Debenture Trustee (on an annual basis) in respect of compliance with the terms and conditions of issue of NCDs as contained in the Prospectus;

9. a stock statement if there is any change in Security;

10. by no later than 30 (thirty) days from the date of execution of the Debenture Trust Deed, a certificate signed by an authorised officer of the Company confirming credit of dematerialised debentures into the depository accounts of the Debenture Holder(s);

11. upon there being any change in the credit ratings assigned to the NCDs, as soon as reasonably practicable thereafter, a letter notifying the Debenture Trustee of such change in the credit ratings of the NCDs further also inform the Debenture Trustee promptly in the case there is any default in timely payment of interest or redemption or both;

12. A copy of all notices, resolutions and circulars relating to –

(i) new issue of non-convertible debt securities at the same time as they are sent to shareholders/ holders of non-convertible debt securities;

(ii) the meetings of holders of non-convertible debt securities under the issue at the same time as they are sent to the holders of non convertible debt securities or advertised in the media including those relating to proceedings of the meetings

13. At the end of every calendar quarter within 7 (seven) days of the relevant Board meeting or within 45 (forty five) days of the respective quarter, whichever is earlier, a report confirming the following:

(i) Updated list of names and address of all the Debenture Holder(s);

(ii) Details of interest due but unpaid, if any, and reasons for the same;

(iii) Details of payment of interest made on the NCDs in the immediately preceding calendar quarter;

(iv) The number of grievances pending at the beginning of the quarter, the number and nature of grievances received from the Debenture Holder(s) during the quarter, resolved/disposed off by the Company in the quarter and those remaining unresolved by the Company and the reasons for the same;

(v) A statement that those assets of the Company which are available by the way of security are sufficient to discharge the claims of the Debenture Holders as and when they become due;

(vi) The Company shall, on a quarterly basis, furnish the required information to the Debenture Trustee/empaneled agency of Debenture Trustee to enable the Debenture Trustee to file the security cover certificate confirming the security cover available to secure the NCDs and quarterly compliance report with the stock exchange as per format specified by the SEBI within 60 days from theend of each quarter except last quarter of Financial year and within 75 days from the end of financial year for the last quarter of the financial year and other certificates/reports pursuant to , SEBI Debenture Trustee Master Circular;

(vii) On a quarterly basis and only till all the covenants of the issue have been complied with, the Company shall furnish details of the covenants and the status of compliance thereof. Any breach in compliance of any of the covenants shall be brought to the notice of Trustees within 1 day of such breach; and

(viii) Such other information as may be requested by the Debenture Trustee.

14. Promptly intimate the Debenture Trustee (along with the Stock Exchange) if any of the following proposals are being placed before the Board of directors:

(i) Any alteration in the form or nature or rights or privileges of the NCDs;

(ii) Any alteration in the due dates on which interest on the NCDs or the Redemption amount is payable.

(iii) If it proposes any alteration to the Memorandum and Articles of Association.

15. Promptly inform the Debenture Trustee of any disclosures made to the Stock Exchange in terms of Regulation 30 of the SEBI LODR Regulations and which may have a bearing on the Debenture issue.

16. Promptly and within the period specified under Applicable Law, submit a certificate to the Stock Exchange and the Debenture Trustee, that it has made timely payment of interests or principal

obligations or both in respect of the NCDs.

17. promptly inform the Stock Exchange and the Debenture Trustee all information having a bearing on the performance/operation of the Company, any price sensitive information or any action that may affect the payment of interest or redemption of the NCDs in terms of Regulation 51(2) of the SEBI LODR Regulations.

18. give prior intimation to the Stock Exchange with a copy to the Debenture Trustee at least 11 (eleven) Working Days before the date on and from which the interest on NCDs, and the redemption amount of NCDs becomes payable. The Company shall furnish the details as per Tenth Schedule of the Debenture Trust Deed hereof of payment made to Debenture Holders within the period specified under Applicable Law.

19. The Company shall provide an undertaking to the Stock Exchange on annual basis that all documents and intimations required to be submitted to Debenture Trustees in terms of Trust Deed and SEBI NCS Regulations have been complied with and furnish a copy of such undertaking to the Debenture Trustee for records.

20. The Company shall submit to the Debenture Trustee/Stock Exchange and the Debenture Holders correct and adequate information (in the manner and format as requested by them or as required by Applicable Law) and within the timelines and procedures specified in the SEBI Regulations, Act, circulars, directives and/or any other Applicable Laws.

21. The Company shall immediately inform the Debenture Trustee of any rating action – upgrade or downgrade of credit ratings of the Company irrespective of whether the rating of the NCDs covered hereunder is upgraded/downgraded or otherwise. Such details would be furnished by the Company as per Eleventh Schedule of the Debenture Trust Deed immediately on such upgrade/downgrade.

22. The Company shall promptly notify the Debenture Trustees about initiation of forensic audit by any entity along with the reasons for such appointment. The Company shall also inform the Debenture Trustee on key finding of such forensic audit upon completion of such audit, to the extent of such details available with the Company.

23. The Company shall promptly inform the Debenture Trustee the following details (if any):

    (i) corporate debt restructuring,

    (ii) Fraud/defaults by promoter or key managerial personnel or by Company or arrest of keymanagerial personnel or promoter;

    (iii) all orders, directions, notices received from the court/ tribunal affecting or likely to affect the Security;and

    (iv) Reference to winding up petitions (if any) filed by any creditor.

B. The Company shall submit to the Stock Exchange for dissemination, along with the half yearly/annual financial results, the following information, to the extent applicable:

1. debt-equity ratio;

2. debt service coverage ratio;

3. interest service coverage ratio;

4. outstanding redeemable preference shares (quantity and value);

5. capital redemption reserve/debenture redemption reserve;

6. net worth;

7. net profit after tax;

8. earnings per share:

9. current ratio;

10. long term debt to working capital;

11. bad debts to account receivable ratio;

12. current liability ratio;

13. total debts to total assets;

14. debtors' turnover;

15. inventory turnover;

16. operating margin percent;

17. net profit margin percent.

C. In accordance with the terms of SEBI NCS Master Circular, the Company shall, at all times until the Obligations have been duly discharged, maintain identified bank accounts from which it proposes to pay the coupon and Redemption amount, default interest or any other interest. The Company further agrees and acknowledges that it shall also inform the Debenture Trustee within 1 (one) working day (*being the working day of the Stock Exchange*) of any change in the Public Issue Account Bank details.

D. The Company further acknowledges, agrees, and shall cause the Public Issue Account Bank to acknowledge and agree, that the Debenture Trustee is authorised to seek interest payment related details and redemption payment related details and data from the Public Issue Account Bank in terms of the extant SEBI guidelines. The format for the letter to be issued by the Company seeking pre-authorisation for the Debenture Trustee from the Public Issue Account Bank is annexed herewith as the Sixth Schedule of the Debenture Trust Deed. A duly accepted and acknowledged pre-authorization letter is to be issued by the Public Issue Account Bank to the Debenture Trustee in the format annexed herewith as the Seventh Schedule of the Debenture Trust Deed. Further, in case of change of Public Issue Account Bank, the Debenture Trustee shall accept such change only upon submission of the duly acknowledged and accepted pre-authorisation letter from the successor /new account bank.

E. The Company shall notify the Debenture Trustee of any Event of Default (and the steps, if any, being taken to remedy it) promptly upon becoming aware of its occurrence.

F. To enable the Debenture Trustee to monitor the asset cover, end-use of funds etc. and to submit various reports to SEBI/Stock Exchanges etc., the Company shall furnish the following certificates/reports to the Debenture Trustees, the periodicity whereof has been described below:

1. **Security Cover and Compliance Covenant Certificate**

On quarterly basis:

The Company shall, on a quarterly basis, furnish to the Debenture Trustee, the information required by statutory auditor or an independent chartered accountant and/or empaneled agency of the Debenture Trustee in order to issue certificate confirming the security cover available to secure the NCD as per format set out in the Nineth Schedule of the Debenture Trust Deed and confirming the security cover maintained as disclosed in the Debenture Trust Deed/the Prospectus within 60 days from the close of each calendar quarter, except the last quarter when submission shall be made within 75 days from the close of the relevant last quarter.

Any breach in compliance of any of the covenants of the Debenture Trust Deed shall be brought

to the notice of Debenture Trustee in accordance with Applicable Law.

On a half-yearly basis:

The Company shall furnish a certificate from its statutory auditor giving the value of receivables/book debts forming part of the asset cover, including compliance with the covenants of the Prospectus in the manner as may be specified by the SEBI from time to time.

2. **End-use certificate**

On semi-annual basis, the Company shall submit an end-use-certificate from an independent chartered accountant / statutory auditor confirming the end use of funds for the intended purposes as disclosed in the Prospectus.

G. Additional Covenants

1. Security Creation

In case of a delay in execution of the Debenture Trust Deed and security documents, the Company will refund the subscription withagreed rate of interest or will pay penal interest of atleast 2% (two per cent) p.a. over the Coupon Rate till these conditions are complied with at the option of the investor.

2. Default in Payment and Other Defaults

In case of default in payment of interest and/or principal redemption on the due dates or observance of any other terms, conditions or covenants as per the Debenture Trust Deed, the Prospectus in respect of series of the NCDs, additional interest/ default interest of atleast @ 2% (two per cent) p.a. or such other rate as may be prescribed under the Applicable Law over and above the applicable implicit yield / Coupon Rate/ Interest Rate will be payable by the Company for the defaulting period in respect of such series of the NCDs.

3. Delay in Listing

In case of delay in listing of the debt securities, such number of days as may be allowed (for getting the NCDs listed) under the Applicable Law in respect of the NCDs, the Company will refund the application amount in accordance with Applicable Law.

The Company is aware that in terms of Regulation 14 of the SEBI (Debenture Trustees) Regulations, 1993 as amended from time to time, the Trust Deed has to contain the matters specified in Section 71 of the Companies Act, 2013 and Form No. SH.12 specified under the Companies (Share Capital and Debentures) Rules, 2014. The Company hereby agrees to comply with all the clauses of Form No. SH.12 as specified under the Companies (Share Capital and Debentures) Rules, 2014 as if they are actually and physically incorporated herein in the Debenture Trust Deed.

General Undertakings

Authorisations

A. The Company shall promptly:

1. obtain, comply with and do all that is necessary to maintain in full force and effect; and

2. supply certified copies to the Debenture Trustee of, any authorisation required under any law or regulation to enable it to perform its obligations under the Transaction Documents (including, without limitation, in connection with any payment to be made hereunder) and to ensure the legality, validity, enforceability or admissibility in evidence in its jurisdiction of incorporation of the Transaction Documents;

B. The Company shall promptly make the registrations, obtain all authorisations and otherwise comply with other requirements under Applicable Law;

C. The Company shall comply with all rules, regulations, directions, guidelines issued by regulatory authorities in relation to the issue of NCDs;

D. The Company shall, at all times, obtain and maintain, or cause to be obtained and maintained, in full force and effect (or where appropriate, renew) all clearances/ authorizations required for the purposes of the business and all transactions as contemplated by the Transaction Documents, non-procuring or non-renewal whereof shall have a Material Adverse Effect;

E. The Company shall ensure that all Transaction Documents, when executed, shall constitute its legal, valid and binding obligation under the provisions of Applicable Law;

F. The Company shall discharge its obligations in connection with the NCDs in a reasonable and prudent manner;

G. The Company shall intimate the Debenture Trustee, prior to undertaking or entering into any amalgamation, demerger, merger or corporate restructuring or reconstruction scheme proposed;

H. The Company shall so long as any NCDs are outstanding, not declare any dividend to the shareholders in any year until the Company has paid or made satisfactory provision for the payment of the instalments of principal and interest due on the NCDs;

I. The Company shall take all steps for completion of the formalities for listing and commencement of trading at the Stock Exchange where the NCDs are to be listed and taken by not later than 3 (three) Working Days from the Issue Closing Date;

J. The Company shall pay and discharge all taxes, rates, rents and governmental charges upon the Company or its assetsunder Applicable Laws;

K. The Company shall attend to the complaints received in respect of the NCDs expeditiously and satisfactorily;

L. The Company shall insure and keep insured its, assets against fire, theft, lightning, explosion, earthquake, strike, lock out, civil commotion, storm, tempest, flood, marine risk, erection risk, war risk and other risk and shall duly pay all premium and other sums payable for the purpose. If the Company, fails and neglects to insure and keep insured the Security, then the Debenture Trustee may but not bound to insure the Security at the cost, risk and responsibility of the Company. The Company shall reimburse the charges and expenses incurred by Debenture Trustee for the same;

M. The Company undertakes to maintain and keep in proper order, repair and in good condition the assets;

N. The Company shall provide such assistance as may be required by the Debenture Trustee, prior to the creation of security, to exercise independent due diligence to ensure that such security is free from any encumbrance or that the necessary consent(s) from other charge-holders (if applicable) have been obtained in the manner as may be specified by the SEBI from time to time;

O. The Company shall punctually pay all rents, royalties, taxes, rates, levies, cesses, assessments, impositions and outgoings, governmental, municipal or otherwise imposed upon or payable by the Company, as and when the same shall become payable, and when required by the Debenture Trustee produce the receipts for such payments and also punctuallypay and discharge all debts, obligations and liabilities which may have priority over the NCDs created hereunder and observe, perform and comply with all covenants and obligations which ought to be observed and performed by the Company in respect of the Transaction Document;

P. The Company shall pay all such stamp duty (including any additional stamp duty, if any), other duties, taxes, charges and penalties, including in relation to the NCDs and the Debenture Trust Deed, if and when the Company may be required to pay according to the laws for the time being in force in the State in

which its properties are situated or otherwise, and in the event of the Company failing to pay such stamp duty, other duties, taxes and penalties as aforesaid, the Debenture Trustee will be at liberty (but shall not be bound) to pay the same and the Company shall reimburse the same to the Debenture Trustee on demand;

Q. The Company shall reimburse all sums paid or expenses incurred by the Debenture Trustee or any receiver, attorney, agent or other person appointed by the Debenture Trustee for all or any of the purposes mentioned in these presents immediately on receipt of a notice of demand from them in this behalf and all such sums shall carry interest at the rate of interest payable on the NCDs from the date, when the same shall have been paid;

R. The Company hereby agrees, confirms and undertakes that in the event the Company has failed to make a timely repayment of the Obligations:

1. the Debenture Trustee shall, as the Debenture Trustee may deem appropriate and necessary, be entitled to disclose all or any: (i) information and data relating to the Company, (ii) information or data relating to the Debenture Trust Deed (iii) default committed by the Company in discharge of the aforesaid obligations, to TransUnion CIBIL Limited ("**CIBIL**") and any other agency authorised in this behalf by Reserve Bank of India ("**RBI**");

2. CIBIL and / or any other agency so authorised may use, process the aforesaid information and data disclosed by the Debenture Trustee in the manner as deemed fit by them;

3. CIBIL and / or any other agency so authorised may furnish for consideration, the processed information and dataor products thereof prepared by them, to the Debenture Trustee, and other credit grantors or registered users, as may be specified by RBI in this behalf;

4. the Debenture Trustee and/or RBI will have an unqualified right to disclose or publish the details of the default and the name of the Company (including its directors) as the case may be, as defaulters, in such manner and through such medium as the Debenture Trustee or RBI in their absolute discretion may think fit;

S. The Company hereby agrees, confirms and undertakes that in the event the Company has failed to make a timely repayment of the Obligations or there is a revision of rating assigned to the NCDs, the Debenture Trustee shall, be entitled to disclose the information to the Debenture Holders, placing the same on their websites, with the Credit Rating Agencies and issuing a press release;

T. So long as the Debenture Holder(s) continue to hold the NCDs, the Company agrees and undertakes to comply with all material Applicable Laws including all provisions of the SEBI NCS Regulations, the SEBI LODR Regulations, the uniform listing agreement entered into with the Stock Exchange. The Debenture Trust Deed is also subject to such guidelines as may be issued by SEBI, Government of India, such other statutory or regulatory authorities from time to time;

U. The Company shall upon reasonable prior written notice, permit officers and representatives of the Debenture Trustee to carry out technical, legal, or financial inspections and visit and inspect during normal business hours, the properties of the Company, including the facilities, works, assets and buildings and to examine, inspect and make copies of the books of record and accounts of the Company and take extracts thereof and discuss the affairs, finances and accounts of the Company with, and be advised as to the same, by its officers. The cost of any such visit shall be borne by the Company and the Company shall at all times afford the Debenture Trustee access to its books;

V. Right to Inspect:

The Company shall keep proper books of account as required by the Act and make true and proper entries therein of all dealings and transactions of and in relation to the business of the Company and keep the said books of account and all other books, registers (including statutory registers) and other documents relating to the affairs of the Company at its registered office or, where permitted by law, at other place or places where the books of account and documents of a similar nature may be kept and the Company will ensure that all entries in the same relating to the business of the Company shall at reasonable times be open for inspection of the Debenture Trustee and such person or persons, as the Debenture Trustee shall,

from time to time, in writing for that purpose appoint;

W. The Company shall utilise the funds raised through the issue solely towards the Purpose;

X. The Company shall maintain a functional website containing correct and updated information as required by SEBI LODR Regulations and other Applicable Laws;

Y. The Company shall, as and when called upon by the Debenture Trustee, carry out the valuation of the Security to the satisfaction of the Debenture Trustee;

Z. The Company shall submit such information, as is required by the Debenture Trustee, from time to time;

AA. The Company shall make the relevant filings with the ROC/SEBI/CERSAI and information utility(s) (as defined in the Bankruptcy Code) and provide the details regarding the same to the Debenture Trustee; and

BB. As and if applicable, the Company shall conform with the guidelines issued in respect of the Inter Creditor Agreement (ICA) by the regulatory authorities from time to time.

NEGATIVE COVENANTS

A. The Company hereby covenants with the Debenture Trustee that so long as the NCDs are outstanding, without the prior written approval of the Debenture Trustee, the Company shall not make material modification to the structure of the Debenture in terms of security, coupon, conversion, redemption, or otherwise. Provided that prior approval of the Stock Exchange would also be required to make such modifications;

B. The Company shall not forfeit unclaimed interest/dividend, and such unclaimed interest/dividend shall be transferredto "Investor Education and Protection Fund" as per Section 125 of the Companies Act, 2013;

C. The Company hereby covenants that without the prior consent of the Debenture Trustee (acting on the instructions of Majority Debenture Holders), the Company shall not:

1. so long as an Event of Default has occurred or is continuing declare any dividend to the shareholders in any year until the Company has paid or made satisfactory provision for the payment of the instalments of principal and interest due on the NCDs;

2. make any change in the nature and conduct of its business (from what is being carried out as on the date hereof);

3. change the composition of the Board, which may amount to change in control as defined in the SEBI (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;

4. enter into any amalgamation, consolidation, demerger, merger, restructuring, reorganisation or corporate reconstruction; and

5. attempt or purport to create any charge, mortgage, pledge, hypothecation, lien or other encumbrance over any of the Security, unless otherwise provided for in the Debenture Trust Deed.

D. The Company further undertakes that it shall not voluntarily suffer any act, which has a substantial effect on its business profits, production or sales without intimation to the Debenture Trustee; and

E. The Company further undertakes that it shall not undertake or permit any merger, consolidation, reorganisation, amalgamation, reconstruction, consolidation, scheme of arrangement or compromise with its creditors or shareholders or effect any scheme of amalgamation or reconstruction without intimation to the Debenture Trustee.

NCD Holder not a Shareholder

The NCD Holders will not be entitled to any of the rights and privileges available to the equity and/or preference shareholders of the Issuer, except to the extent of the right to receive the annual reports of the Issuer and such other rights as may be prescribed under the Companies Act, 2013 and the rules prescribed thereunder and the SEBI Listing Regulations.

Rights of NCD Holders

Some of the significant rights available to the NCD Holders are as follows:

1. The NCDs shall not, except as provided in the Companies Act, 2013, our Memorandum and Articles of Association and/or the Debenture Trust Deed, confer upon the holders thereof any rights or privileges available to the Issuer's members/shareholders including, without limitation, the right to attend and/or vote at any general meeting of the Issuer's members/shareholders. However, if any resolution affecting the rights attached to the NCDs is to be placed before the members/shareholders of the Issuer, the said resolution will first be placed before the concerned registered NCD Holders for their consideration.

2. In terms of Section 136(2) of the Companies Act, 2013 read with Rule 18(8)(a) of the Companies (Share Capital and Debentures) Rules, 2014, trustee of the holders of the NCDs or the holders of NCDs shall be entitled to a copy of the balance sheet and a copy of Debenture Trust Deed at the Registered Office of the Issuer during business hours.

3. Subject to the above and the applicable statutory/regulatory requirements and terms of the Debenture Trust Deed, including requirements of the RBI, the rights, privileges and conditions attached to the NCDs may be varied, modified and/or abrogated with the consent in writing of the holders of least 50% (fifty one per cent) of the outstanding amount of the NCDs (unless required under applicable laws, to be approved/determined by such thresholds as may be prescribed thereunder for specified matters including the removal of the Debenture Trustee or any exoneration of liability thereof, which is currently required to be approved by the holders of at least three-fourth of the outstanding amount of the NCDs) provided that nothing in such consent or resolution shall be operative against us, where such consent or resolution modifies or varies the terms and conditions governing the NCDs, if the same are not acceptable to us.

4. Subject to applicable statutory/regulatory requirements and terms of the Debenture Trust Deed, the registered NCD Holder or in case of joint-holders, the one whose name stands first in the register of debenture holders shall be entitled to vote in respect of such NCDs, either in person or by proxy, at any meeting of the concerned NCD Holders and every such holder shall be entitled to one vote on a show of hands and on a poll, his/her voting rights on every resolution placed before such meeting of the NCD Holders shall be in proportion to the outstanding nominal value of NCDs held by him/her.

5. The NCDs are subject to the provisions of the SEBI NCS Regulations, the Companies Act, 2013, the Memorandum and Articles of Association of the Issuer, the terms of this Draft Prospectus, the Prospectus, the Application Forms, the terms and conditions of the Debenture Trust Deed, requirements of the RBI, other applicable statutory and/or regulatory requirements relating to the issue and listing, of securities and any other documents that may be executed in connection with the NCDs.

6. For the NCDs issued in dematerialized form, the Depositories shall also maintain the updated record of holders ofthe NCDs in dematerialized form. For NCDs in dematerialized form, all interest and principal sums becoming due and payable in respect of the NCDs will be paid to the person for the time being appearing in the register of beneficial owners of the Depository. In terms of Section 88(3) of the Companies Act, 2013, the register and index of beneficial of NCDs maintained by a Depository for any NCDs in dematerialized form under Section 11 of the Depositories Act shall be deemed to be a register of debenture holders for this purpose. The same shall be maintained at the registered office of the Issuer under Section 94 of the Companies Act, 2013 unless the same has been moved to another location after obtaining the consent of the NCD holders.

7. Subject to compliance with RBI requirements, the NCDs can be rolled over only with the consent of the holders of at least 75% of the outstanding amount of the NCDs after providing 15 days prior notice for such roll over and in accordance with the SEBI NCS Regulations. The Issuer shall redeem the debt securities of all the debt securities

holders, who have not given their positive consent to the roll-over. The roll-over of NCDs shall be as per Regulation 39 of the SEBI NCS Regulations.

The aforementioned rights of the NCD holders are merely indicative. The final rights of the NCD holders will be as per the terms of this Draft Prospectus, the Prospectus and the Debenture Trust Deed.

Nomination facility to NCD Holder

In accordance with Rule 19 of the Companies (Share Capital and Debentures) Rules, 2014 ("**Rule 19**") read with the applicable provisions of the Companies Act, 2013, the sole NCD holder, or first NCD holder, along with other joint NCD Holders' (being individual(s)), may nominate, in the **Form No. SH.13**, any one person with whom, in the event of the death of Applicant the NCDs were allotted, if any, will vest. Where the nomination is made in respect of the NCDs held by more than one person jointly, all joint holders shall together nominate in **Form No.SH.13** any person as nominee. A nominee entitled to the NCDs by reason of the death of the original holder(s), will, in accordance with Rule 19 and Section 56 of the Companies Act, 2013, be entitled to the same benefits to which he or she will be entitled if he or she were the registered holder of the NCDs. Where the nominee is a minor, the NCD holder(s) may make a nomination to appoint, in **Form No. SH.14**, any person to become entitled to NCDs in the event of the holder's death during minority. A nomination will stand rescinded on a sale/transfer/alienation of NCDs by the person nominating. A buyer will be entitled to make a fresh nomination in the manner prescribed. Fresh nomination can be made only on the prescribed form available on request at our Registered Office or with the Registrar to the Issue.

NCD Holder(s) are advised to provide the specimen signature of the nominee to us to expedite the transmission of the NCD(s) to the nominee in the event of demise of the NCD Holder(s). The signature can be provided in the Application Form or subsequently at the time of making fresh nominations. This facility of providing the specimen signature of the nominee is purely optional.

In accordance with Rule 19 read with the applicable provisions of the Companies Act 2013, any person who becomes a nominee by virtue of the Rule 19 read with the applicable provisions of the Companies Act 2013, will on the production of such evidence as may be required by the Board, elect either:

- to register himself or herself as holder of NCDs; or
- to make such transfer of the NCDs, as the deceased holder could have made.

Further, our Board may at any time give notice requiring any nominee to choose either to be registered himself or herself or to transfer the NCDs, and if the notice is not complied with, within a period of 90 days, our Board may thereafter withhold payment of all interests or other monies payable in respect of the NCDs, until the requirements of the notice have been complied with.

Since the allotment of NCDs will be made only in dematerialized mode, there is no need to make a separate nomination with the Issuer. Nominations registered with the respective Depository Participant of the Applicant would prevail. If the investors require changing their nomination, they are requested to inform their respective Depository Participant.

Applicants who have opted for rematerialisation of NCDs and are holding the NCDs in the physical form should provide required details in connection with their nominee to the Issuer.

Jurisdiction

Exclusive jurisdiction for the purpose of the Issue is with the competent courts of jurisdiction in Mumbai, India.

Application in the Issue

Applicants shall apply in the Issue in dematerialised form only, through a valid Application Form filled in by the Applicant along with attachment, as applicable. Further, Applications in the Issue shall be made through the ASBA facility only (including Applications made by retail investors and high net worth individuals under the UPI Mechanism).

In terms of Regulation 7 of the SEBI NCS Regulations, the Issuer will make public issue of the NCDs in the dematerialised form only. However, in the terms of Section 8(1) of the Depositories Act, the Issuer at the request of the Investors who wish to hold the NCDs in physical form will rematerialise the NCDs. However, trading of the NCDs shall be compulsorily in dematerialised form only.

Form of Allotment and Denomination of NCDs

As per the SEBI NCS Regulations, the trading of the NCDs on the Stock Exchange shall be in dematerialized form only in multiples of 1 (one) NCD ("**Market Lot**"). Allotment in this Issue to all Allottees, will be in electronic form i.e. in dematerialised form and in multiples of one NCD.

For details of allotment see "*Issue Procedure*" beginning on page 372.

Transfer/Transmission of NCD(s)

The NCDs shall be transferred subject to and in accordance with the rules/procedures as prescribed by NSDL/CDSL and the relevant DPs of the transfer or transferee and any other applicable laws and rules notified in respect thereof. The transferee(s) should ensure that the transfer formalities are completed prior to the Record Date. In the absence of the same, interest will be paid/redemption will be made to the person, whose name appears in the register of debenture holders maintained by the Depositories. In such cases, claims, if any, by the transferees would need to be settled with the transferor(s) and not with the Issuer or Registrar.

In the absence of the same, interest will be paid/redemption will be made to the person, whose name appears in the register of debenture holders maintained by the Depositories. In such cases, claims, if any, by the transferees would need to be settled with the transferor(s) and not with the Issuer or Registrar. The seller should give delivery instructions containing details of the buyer's DP account to his depository participant.

Please see "*Terms of the Issue - Interest and Payment of Interest*" on page 363 for the implications on the interest applicable to NCDs held by individual investors on the Record Date and NCDs held by Non-Individual Investors on the Record Date.

According to Regulation 40(1) of the SEBI Listing Regulations, requests for effecting transfer of the NCDs cannot be processed unless the NCDs are held in the dematerialised form with a depository. Further, the transmission or transposition of the NCDs can only be effected if the NCDs are held in dematerialised form.

Title

In case of:

a) the NCDs held in the dematerialised form, the person for the time being appearing in the record of beneficial owners maintained by the Depository; and

b) the NCD held in physical form, pursuant to any rematerialisation, the person for the time being appearing in the register of debenture holders as NCD Holder, shall be treated for all purposes by the Issuer, the Debenture Trustee, the Depositories and all other persons dealing with such person as the holder thereof and its absolute owner for all purposes regardless of any notice of ownership, trust or any interest in it or any writing on, theft or loss of the Consolidated NCD Certificate issued in respect of the NCDs and no person will be liable for so treating the NCD Holder.

Register of Debenture Holders

No transfer of title of a NCD will be valid unless and until entered on the register of debenture holders (for re materialized NCDs) or the register and index of NCD Holders maintained by the Depository prior to the Record Date. In the absence of transfer being registered, interest and/or Redemption Amount, as the case may be, will be paid to the person, whose name appears first in the register of debenture holders maintained by the Depositories and/or the Issuer and/or the Registrar, as the case may be. In such cases, claims, if any, by the purchasers of the NCDs will need to be settled with the seller of the NCDs and not with the Issuer or the Registrar. The provisions relating to transfer and transmission and other related matters in respect of the Issuer's shares contained in the Articles of Association of the Issuer and the Companies Act shall apply, mutatis mutandis (to the extent applicable) to the NCDs as well.

Succession

Where NCDs are held in joint names and one of the joint holders dies, the survivor(s) will be recognized as the NCD Holder(s). It will be sufficient for the Issuer to delete the name of the deceased NCD Holder after obtaining satisfactory evidence of his death. Provided, a third person may call on the Issuer to register his name as successor of the deceased NCD Holder after obtaining evidence such as probate of a will for the purpose of proving his title to the NCD. In the event of demise of the sole or first holder of the NCDs, the Issuer will recognise the executors or administrator of the deceased NCD Holders, or the holder of the succession certificate or other legal representative as having title to the NCDs only if such executor or administrator obtains and produces probate or letter of administration or is the holder of the succession certificate or other legal representation, as the case may be, from an appropriate court in India. The Directors of the Issuer in their absolute discretion may, in any case, dispense with production of probate or letter of administration or succession certificate or other legal representation. In case of death of NCD Holders who are holding NCDs in dematerialised form, third person is not required to approach the Issuer to register his name as successor of the deceased NCD Holder. The successor of the deceased NCD Holder shall approach the respective Depository Participant for this purpose and submit necessary documents as required by the Depository Participant.

Where a non-resident Indian becomes entitled to the NCDs by way of succession, the following steps have to be complied with:

1. Documentary evidence to be submitted to the Legacy Cell of the RBI to the effect that the NCDs were acquired by the non-resident Indian as part of the legacy left by the deceased NCD Holder.

2. Proof that the non-resident Indian is an Indian national or is of Indian origin.

3. Such holding by a non-resident Indian will be on a non-repatriation basis.

Joint-holders

Where two or more persons are holders of any NCD(s), they shall be deemed to hold the same as joint holders with benefits of survivorship subject to other provisions contained in the Articles of Association.

Procedure for rematerialisation of NCDs

NCD Holders who wish to hold the NCDs in physical form may do so by submitting a request to their DP at any time after Allotment in accordance with the applicable procedure stipulated by the DP, in accordance with the Depositories Act and/or rules as notified by the Depositories from time to time. Holders of the NCDs who propose to rematerialize their NCDs, would have to mandatorily submit details of their bank mandate along with a copy of any document evidencing that the bank account is in the name of the holder of such NCDs and their Permanent Account Number to the Issuer and the Depository Participant. No proposal for rematerialisation of NCDs would be considered if the aforementioned documents and details are not submitted along with the request for such re-materialisation.

Restriction on transfer of NCDs

There are no restrictions on transfers and transmission of NCDs allotted pursuant to this Issue. However, Regulation 40(1) of the SEBI Listing Regulations, prescribes that requests for effecting transfer of the NCDs cannot be process unless the NCDs are held in the dematerialised form with a depository. Further, the transmission or transposition of the NCDs can only be effected if the NCDs are held in dematerialised form.

Indicative Timeline

An indicative timetable in respect of the Issue is set out below:

Event	Indicative Date
Issue Closing Date	T[#]
Finalisation of Basis of Allotment with the Designated Stock Exchange	Before 9:00 p.m. on T+1 day
Initiation of refunds /unblocking of funds from ASBA Account	9:30 a.m. on T+2 day
Credit of debt securities to demat accounts of Allottees	Before 6:00 p.m. on T+2 day
Commencement of trading of the debt securities on the Stock Exchanges	T+3 day

#UPI mandate end time and date shall be at 5.00 p.m. on Bid/Offer Closing Date.

The above timetable, other than the Issue Closing Date, is indicative. While our Company shall ensure that all steps for the completion of the necessary formalities for the listing and the commencement of trading of the NCDs on the Stock Exchanges are taken within 3 (three) Working Days from the Issue Closing Date, or such other period as prescribed by the SEBI, the timetable may be extended due to various external factors, such as, any delay in receiving the final listing and trading approval from the Stock Exchanges, and delay in respect of final certificates from SCSBs. The commencement of trading of the Debentures shall, shall be at the discretion of the Stock Exchanges and in accordance with applicable laws.

Period of subscription

ISSUE PROGRAM**	
ISSUE OPENS ON	*As specified in the Prospectus.*
ISSUE CLOSES ON	*As specified in the Prospectus.*
PAY IN DATE	*Application Date. The entire Application Amount is payable on Application*
DEEMED DATE OF ALLOTMENT	*The date on which the Board of Directors/or the Debenture Fund Raising Committee approves the Allotment of the NCD for the Issue or such date as may be determined by the Board of Directors/ or the Debenture Fund Raising Committee to the Stock Exchange. The actual Allotment of NCDs may take place on a date other than the Deemed Date of Allotment. All benefits relating to the NCDs including interest on NCDs shall be available to the NCD Holders from the Deemed Date of Allotment.*

*** The Issue shall remain open for subscription on Working Days from 10:00 a.m. to 5:00 p.m. (Indian Standard Time) during the period indicated above, except that the Issue may close on such earlier date or extended date (subject to a minimum period of 2 (two) working days and a maximum period of 10 (ten) working days from the date of opening of this Issue) as may be decided by the Board of Directors of the Issuer or the Debenture Fund Raising Committee, thereof, subject to relevant approvals.*

Pursuant to Regulation 33A of the SEBI NCS Regulations, (i) the Issue shall be kept open for a minimum of 2 (two) Working Days and a maximum of 10 (ten) Working Days, (ii) in case of a revision in the price band or yield, the Issuer shall extend the Issue Period for a minimum period of one working day, provided that it shall not exceed the maximum number of days, as provided above in (i), and (iii) in case of force majeure, banking strike or similar circumstances, the Issuer may, for reasons to be recorded in writing, extend the Issue Period, provided that it shall not exceed the maximum number of days, as provided above in (i).

In the event of an early closure or extension of the Issue; the Issuer shall ensure that notice of the same is provided to the prospective investors through an advertisement in a daily national newspaper with wide circulation and a regional daily at the place where the registered office of the Issuer is situated on or before such earlier or extended date of Issue closure. On the Issue Closing Date, the Application Forms will be accepted only between 10:00 a.m. and 3:00 p.m. and upload or modified (in case of submitted bids) until 5:00 p.m. (Indian Standard Time) or such extended time as may be permitted by BSE.

*Applications Forms for the Issue will be accepted only from 10:00 a.m. to 5:00 p.m. (Indian Standard Time) ("**Bidding Period**") or such extended time as may be permitted by the BSE on Working Days during the Issue Period. On the Issue Closing Date, Application Forms will be accepted only between 10:00 a.m. to 3:00 p.m. and uploaded or modified (in case of submitted bids) until 5:00 p.m. (Indian Standard Time) or such extended time as may be permitted by the BSE. It is clarified that the Applications not uploaded on the Stock Exchange(s) platform would be rejected. Further, pending mandate requests for bids placed on the last day of bidding will be validated by 5:00 p.m. on the Issue Closing Date.*

Due to limitation of time available for uploading the Applications on the Issue Closing Date, Applicants are advised to submit their Application Forms one day prior to the Issue Closing Date and, no later than 3:00 p.m. (Indian Standard Time) on the Issue Closing Date. Applicants are cautioned that in the event a large number of Applications are received on the Issue Closing Date, there may be some Applications which are not uploaded due to lack of sufficient time to upload. Such Applications that cannot be uploaded will not be considered for allocation under the Issue. Neither the Issuer, nor the Lead Managers, nor any Member of the Syndicate, Registered Brokers at the Broker Centres, CDPs at the Designated CDP Locations or the RTAs at the Designated RTA Locations or designated branches of SCSBs are liable for any failure in uploading the Applications due to failure in any software/ hardware systems or otherwise.

Please note that the basis of Allotment under the Issue will be on date priority basis except on the day of oversubscription and thereafter, if any, where the Allotment will be proportionate in accordance with SEBI NCS Master Circular. For further details please refer to the section titled "General Information" on page 70.

Interest and Payment of Interest/ Coupon on NCDs

As specified in the Prospectus.

Basis of payment of Interest

The Tenor, Coupon Rate / Yield and Redemption Amount applicable for each Series of NCDs shall be determined at the time of Allotment of NCDs pursuant to this Draft Prospectus. NCDs once allotted under any particular Series of NCDs shall continue to bear the applicable Tenor, Coupon/Yield and Redemption Amount as at the time of original Allotment irrespective of the category of NCD Holder on any Record Date, and such tenor, coupon/yield and redemption amount as at the time of original allotment will not be impacted by trading of any series of NCDs between the categories of persons or entities in the secondary market.

We may enter into an arrangement with one or more banks in one or more cities for direct credit of interest to the account of the Investors. In such cases, interest, on the interest payment date, would be directly credited to the account of those Investors who have given their bank mandate.

We may offer the facility of NACH, NEFT, RTGS, Direct Credit and any other method permitted by RBI and SEBI from time to time to help NCD Holders. The terms of this facility (including towns where this facility would be available) would be as prescribed by RBI. Please see "*Terms of the Issue – Manner of Payment of Interest/ Unblocking*" on page 365.

Taxation

Income tax is deductible at source at the rates in force (presently,10%, subject to applicable law) on interest on debentures held by resident investors (other than exempt entities as prescribed under applicable law), at the time of credit / payment, provided that the aggregate amount of such interest exceeds ₹10,000 during the Tax Year, as per the provisions of Section 393 of the IT Act. Further, tax will be deducted at source at a reduced rate, or no tax will be deducted at source in the following cases:

a) When the Assessing Officer issues a certificate on an application by a NCD Holder, on satisfaction that the total income of the NCD Holder justifies no/lower deduction of tax at source as per the provisions of Section 395(1) of the IT Act; and such valid certificate is filed with the Issuer before the prescribed date of closure of books for payment of debenture interest and remains valid as on such date;

b) When the resident NCD Holder with Permanent Account Number ("**PAN**") (not being a company or a firm) submits a declaration in the prescribed Form 121 verified in the prescribed manner in accordance with the provisions of Section 393(6) of the IT Act to the effect that the tax on his estimated total income for the Tax year in which such income is to be included in computing his total income will be NIL. However, as per the note to Section 393(6) of the IT Act, such declaration cannot be submitted or considered for exemption from deduction of tax at source if the aggregate amount of any income or sum, including payment of accumulated balance due to an employee, insurance commission, rent, income in respect of units, interest, payment in respect of life insurance policy and dividend, credited or paid or likely to be credited or paid during the relevant Tax Year in which such income or sum is to be included, exceeds the maximum amount not chargeable to tax;

c) Senior citizens, being resident individuals who are 60 or more years of age at any time during the Tax Year , enjoy the special privilege to submit a self-declaration in the prescribed Form 121 for non-deduction of tax at source in accordance with the provisions of section 393(6) of the IT Act even if the aggregate income credited or paid or likely to be credited or paid during the relevant Tax Year exceeds the maximum amount not chargeable to tax, provided that the tax due on the estimated total income for the relevant Tax Year concerned will be NIL; and

d) In all other situations, tax would be deducted at source as per prevailing provisions of the IT Act.

e) Form No.121 with PAN / a valid certificate issued u/s 395(1) pursuant to the electronic filing of Form 128 must be furnished to the Issuer before the prescribed date of closure of books for payment of debenture interest without any withholding tax.

The aforesaid documents, as may be applicable, should be submitted at the office of the Registrar to the Issue quoting the name of the sole/ first NCD Holder, NCD folio number and the distinctive number(s) of the NCDs held, at least seven days prior to the Record Date to ensure non-deduction/lower deduction of tax at source from interest on the NCDs. The investors need to submit Form 121/ 128 in original with the Assessing Officer for each Tax Year during the currency of the NCDs to ensure non-deduction or lower deduction of tax at source from interest on the NCDs.

A valid tax exemption certificate/document, if any, must be lodged at the office of the Registrar to the Issue at least seven days prior to the Record Date or as specifically required, failing which tax applicable on interest will be deducted at source on accrual thereof in the Issuer's books and/or on payment thereof, in accordance with the provisions of the IT Act and/or any other statutory modification, enactment or notification as the case may be. A tax deduction certificate will be issued for the amount of tax so deducted.

Subject to the terms and conditions in connection with computation of applicable interest on the Record Date, please note that in case the NCDs are transferred and/or transmitted in accordance with the provisions of the Prospectus read with the provisions of the Articles of Association of the Issuer, the transferee of such NCDs or the deceased holder of NCDs, as the case may be, shall be entitled to any interest which may have accrued on the NCDs.

Subject to the terms and conditions in connection with computation of applicable interest on the Record Date as stated in the section titled "Issue Procedure" on page 372 please note that in case the NCDs are transferred and/or transmitted in accordance with the provisions of this Draft Prospectus read with the provisions of the Articles of Association of the Issuer, the transferee of such NCDs or the deceased holder of NCDs, as the case may be, shall be entitled to any interest which may have accrued on the NCDs.

Day Count Convention

Interest shall be computed on an actual/actual basis on the principal outstanding on the NCDs as per the SEBI NCS Master Circular.

Effect of holidays on payments

If the Interest Payment Date falls on a day other than a Working Day, the interest payment shall be made by the Issuer on the immediately succeeding Working Day and calculation of such interest payment shall be as per original schedule as if such Interest Payment Date were a Working Day. Further, the future Interest Payment Dates shall remain intact and shall not be changed because of postponement of such interest payment on account of it falling on a non-Working Day. Payment of interest will be subject to the deduction of tax as per Income Tax Act or any statutory modification or re-enactment thereof for the time being in force, as applicable.

If Redemption Date (also being the last Interest Payment Date) falls on a day that is not a Working Day, the Redemption Amount shall be paid by the Issuer on the immediately preceding Working Day along with interest accrued on the NCDs until but excluding the date of such payment. The interest/redemption payments shall be made only on the days when the money market is functioning in Mumbai.

Illustration for guidance in respect of the day count convention and effect of holidays on payments:

The illustration for guidance in respect of the day count convention and effect of holidays on payments, as required by SEBI NCS Master Circular is disclosed in Annexure C of this Draft Prospectus.

Maturity and Redemption

The manner of payment of interest / refund / redemption in connection with the NCDs is set out below:

The bank details will be obtained from the Depositories for payment of interest / refund / redemption as the case may be. Applicants who have applied for or are holding the NCDs in electronic form, are advised to immediately update their bank account details as appearing on the records of the depository participant. Please note that failure to do so could result in delays in credit of interest / refund / redemption amounts to the Applicant at the Applicant's sole risk, and neither the

Lead Managers, our Company nor the Registrar to the Issue shall have any responsibility and undertake any liability for the same.

Application Size

Each Application should be for a minimum of 10 NCDs and multiples of 1 NCD thereafter. Applicants can apply for any or all types of NCDs offered hereunder (any/all series) provided the Applicant has applied for minimum application size using the same Application Form.

Applicants are advised to ensure that applications made by them do not exceed the investment limits or maximum number of NCDs that can be held by them under applicable statutory and or regulatory provisions.

Terms of Payment

The entire issue price of ₹ 1000 per NCD is payable on application itself. In case of allotment of lesser number of NCDs than the number of NCDs applied for, the Issuer shall instruct the SCSBs to unblock the excess amount blocked on application in accordance with the terms of this Draft Prospectus.

Manner of Payment of Interest / Unblocking

The manner of payment of interest / refund / redemption in connection with the NCDs is set out below:

The bank details will be obtained from the Depositories for payment of Interest / unblocking / redemption as the case may be. Applicants are advised to keep their bank account details as appearing on the records of the depository participant updated at all points of time. Please note that failure to do so could result in delays in credit of Interest/ Redemption Amounts at the Applicant's sole risk, and the Lead Managers, the Issuer or the Registrar shall have no responsibility and undertake no liability for the same.

In case of NCDs held in physical form, on account of rematerialisation, the bank details will be obtained from the documents submitted to the Issuer along with the rematerialisation request. For further details, please see "*Terms of the Issue – Procedure for Rematerialisation of NCDs*" on page 361.

The Registrar to the Issue will issue requisite instructions to the relevant SCSBs to un-block amounts in the ASBA Accounts of the Applicants representing the amounts to unblocked for the Applicants.

The mode of interest / refund / redemption payments shall be undertaken in the following order of preference:

1. Direct Credit

Investors having their bank account with the Refund Bank, shall be eligible to receive refunds, if any, through direct credit. The refund amount, if any, would be credited directly to their bank account with the Refund Banker.

2. NACH

National Automated Clearing House which is a consolidated system of ECS. Payment of refund would be done through NACH for Applicants having an account at one of the centres specified by the RBI, where such facility has been made available. This would be subject to availability of complete bank account details including Magnetic Ink Character Recognition (MICR) code wherever applicable from the depository. The payment of refund through NACH is mandatory for Applicants having a bank account at any of the centres where NACH facility has been made available by the RBI (subject to availability of all information for crediting the refund through NACH including the MICR code as appearing on a cheque leaf, from the depositories), except where applicant is otherwise disclosed as eligible to get refunds through NEFT or Direct Credit or RTGS.

3. RTGS

Applicants having a bank account with a participating bank and whose interest payment/ refund/ redemption amounts exceed ₹ 200,000, or such amount as may be fixed by RBI from time to time, have the option to receive refund through RTGS. Such eligible Applicants who indicate their preference to receive interest payment/ refund/ redemption through RTGS are required to provide the IFSC code in the Application Form or intimate the Issuer

and the Registrar to the Issue at least seven days prior to the Record Date. Charges, if any, levied by the Applicant's bank receiving the credit would be borne by the Applicant. In the event the same is not provided, interest payment/ refund/ redemption shall be made through NACH subject to availability of complete bank account details for the same as stated above.

4. NEFT

Payment of interest/ refunds/ redemption shall be undertaken through NEFT wherever the Applicants' banks have been assigned the Indian Financial System Code ("**IFSC**"), which can be linked to a Magnetic Ink Character Recognition ("**MICR**"), if any, available to that particular bank branch. The IFSC code will be obtained from the website of RBI as on a date immediately prior to the date of payment of refund, duly mapped with MICR numbers. Wherever the Applicants have registered their nine digit MICR number and their bank account number while opening and operating the demat account, the same will be duly mapped with the IFSC code of that particular bank branch and the payment of interest/ refund/ redemption will be made to the applicants through this method.

5. Speed Post

For all other applicants, including those who have not updated their bank particulars with the MICR code, the interest payment / refund / redemption orders shall be dispatched through speed post.

Please note that applicants are eligible to receive payments through the modes detailed in (1), (2) (3), and (4) herein above provided they provide necessary information for the above modes and where such payment facilities are allowed/ available.

Please note that the Issuer shall not be responsible to the holder of NCDs, for any delay in receiving credit of interest/ refund / redemption so long as the Issuer has initiated the process of such request in time.

In case of ASBA Applicants, the Registrar to the Issue will issue requisite instructions to the relevant SCSBs to unblock amounts in the ASBA Accounts of the Applicants representing the amounts to be refunded to the Applicants

The Registrar to the Issue shall instruct the relevant SCSB or in case of Bids by retail individual investors and High Net Worth Individuals applyingthrough the UPI Mechanism to the Sponsor Bank, to revoke the mandate and to unblock the funds in the relevant ASBA Account to the extent of the Application Amount specified in the Application Forms for withdrawn, rejected or unsuccessful or partially successful Applications within 2 (two) Working Days of the Issue Closing Date.

6. Printing of bank particulars on interest/redemption warrants

As a matter of precaution against possible fraudulent encashment of refund orders and interest/redemption warrants due to loss or misplacement, the particulars of the Applicant's bank account are mandatorily required to be given for printing on the orders/ warrants. NCDs applied and held in dematerialized form, these particulars would be taken directly from the depositories. In case of NCDs held in physical form either on account of rematerialisation or transfer, the investors are advised to submit their bank account details with the Issuer / Registrar at least 7 (seven) days prior to the Record Date failing which the orders / warrants will be dispatched to the postal address of the holder of the NCDs as available in the records of the Issuer. Bank account particulars will be printed on the orders/ warrants which can then be deposited only in the account specified.

Right to recall or redeem NCDs prior to maturity

Not Applicable

Buy Back of NCDs

The Issuer may, at its sole discretion, from time to time, consider, subject to applicable statutory and/or regulatory requirements, buyback of NCDs, upon such terms and conditions as may be decided by the Issuer.

The Issuer may from time to time invite the NCD Holders to offer the NCDs held by them through one or more buy-back schemes and/or letters of offer upon such terms and conditions as the Issuer may from time to time determine, subject to applicable statutory and/or regulatory requirements. Such NCDs which are bought back may be extinguished,

re-issued and/or resold in the open market with a view of strengthening the liquidity of the NCDs in the market, subject to applicable statutory and/or regulatory requirements.

Form and Denomination of NCDs

In case of NCDs held in physical form on account of rematerialisation, a single certificate will be issued to the NCD Holder for the aggregate amount of the NCDs held ("**Consolidated Certificate**"). The Applicant can also request for the issue of NCD certificates in denomination of one NCD ("**Market Lot**"). In case of NCDs held under different Options, by an NCD Holder, separate Consolidated Certificates will be issued to the NCD Holder for the aggregate amount of the NCDs held under each option.

It is, however, distinctly to be understood that the NCDs pursuant to this issue shall be traded only in dematerialized form.

In respect of Consolidated Certificates, only upon receipt of a request from the NCD Holder, the Consolidated Certificates would be split into smaller denominations, subject to the minimum of Market Lot. No fee would be charged for splitting of NCD certificates in Market Lots, but stamp duty payable, if any, would be borne by the NCD Holder. The request for splitting should be accompanied by the original NCD certificate, which would then be treated as cancelled.

Procedure for redemption by NCD Holders

The procedure for redemption is set out below:

NCDs held in physical form on account of re-materialization:

No action would ordinarily be required on the part of the NCD Holder at the time of redemption and the redemption proceeds would be paid to those NCD Holders whose names stand in the register of debenture holders maintained by us on the Record Date fixed for the purpose of Redemption. However, the Issuer may require that the NCD certificate(s), duly discharged by the sole holder/all the joint-holders (signed on the reverse of the NCD certificates) be surrendered for redemption on maturity and should be sent by the NCD Holders by registered post with acknowledgment due or by hand delivery to our office or to such persons at such addresses as may be notified by us from time to time. NCD Holders may be requested to surrender the NCD certificates in the manner as stated above, not more than three months and not less than one month prior to the Redemption Date so as to facilitate timely payment.

We may at our discretion redeem the NCDs without the requirement of surrendering of the NCD certificates by the holder(s) thereof. In case we decide to do so, the holders of NCDs need not submit the NCD certificates to us and the redemption proceeds would be paid to those NCD Holders whose names stand in the register of debenture holders maintained by us on the Record Date fixed for the purpose of redemption of NCDs. In such case, the NCD certificates would be deemed to have been cancelled.

NCDs held in electronic form:

No action is required on the part of NCD Holder(s) at the time of redemption of NCDs.

Payment on redemption

The manner of payment of redemption is set out below:

NCDs held in physical form on account of re-materialization:

The payment on redemption of the NCDs will be made by way of cheque/pay order/ electronic modes. However, if the Issuer so requires, the aforementioned payment would only be made on the surrender of NCD certificates, duly discharged by the sole holder/ all the joint-holders (signed on the reverse of the NCD certificates). Dispatch of cheques/ pay orders, etc. in respect of such payment will be made on the Redemption Date or (if so requested by the Issuer in this regard) within a period of 30 days from the date of receipt of the duly discharged NCD certificate.

In case we decide to do so, the redemption proceeds in the manner stated above would be paid on the Redemption Date tothose NCD Holders whose names stand in the register of debenture holders maintained by us on the Record Date fixed for the purpose of Redemption. Hence the transferees, if any, should ensure lodgement of the transfer documents

with usat least seven days prior to the Record Date. In case the transfer documents are not lodged with us at least seven days prior to the Record Date and we dispatch the redemption proceeds to the transferor, claims in respect of the redemption proceeds should be settled amongst the parties inter se and no claim or action shall lie against us or the Registrar to the Issue.

Our liability to NCD Holders towards their rights including for payment or otherwise shall stand extinguished from the redemption in all events and when we dispatch the redemption amounts to the NCD Holders.

Further, we will not be liable to pay any interest, income or compensation of any kind from the date of redemption of the NCDs.

NCDs held in electronic form:

On the Redemption Date, redemption proceeds would be paid by cheque /pay order / electronic mode to those NCD Holders whose names appear on the list of beneficial owners given by the Depositories to us. These names would be as per the Depositories' records on the Record Date fixed for the purpose of redemption. These NCDs will be simultaneously extinguished to the extent of the amount redeemed through appropriate debit corporate action upon redemption of the corresponding value of the NCDs. It may be noted that in the entire process mentioned above, no action is required on the part of NCD Holders.

Our liability to NCD Holder(s) towards his/their rights including for payment or otherwise shall stand extinguished from the date of redemption in all events and when we dispatch the redemption amounts to the NCD Holder(s).

Further, we will not be liable to pay any interest, income or compensation of any kind from the date of redemption of the NCD(s).

**In the event, the interest / payout of total coupon / redemption amount is a fraction and not an* integer*, such amount will be rounded off to the nearest integer. By way of illustration if the redemption amount is ₹ 1,837.5, then the amount shall be rounded off to ₹ 1,838*.

Right to Reissue NCD(s)

Subject to the provisions of the Companies Act, 2013, where we have fully redeemed or repurchased any NCD(s), we shall have and shall be deemed always to have had the right to keep such NCDs in effect without extinguishment thereof, for the purpose of resale or reissue and in exercising such right, we shall have and be deemed always to have had the power to resell or reissue such NCDs either by reselling or reissuing the same NCDs or by issuing other NCDs in their place. The aforementioned right includes the right to reissue original NCDs.

Issue of duplicate NCD Certificate(s)

If any NCD certificate(s), issued pursuant to rematerialisation, if any, is/are mutilated or defaced or the cages for recording transfers of NCDs are fully utilised, the same may be replaced by us against the surrender of such certificate(s). Provided, where the NCD certificate(s) are mutilated or defaced, the same will be replaced as aforesaid only if the certificate numbers and the distinctive numbers are legible.

If any NCD certificate is destroyed, stolen or lost then upon production of proof thereof to our satisfaction and upon furnishing such indemnity/security and/or documents as we may deem adequate, duplicate NCD certificate(s) shall be issued. Upon issuance of a duplicate NCD certificate, the original NCD certificate shall stand cancelled.

Sharing of Information

The Issuer may, at its option, use on our own, as well as exchange, share or part with any financial or other information about the NCD Holders available with us, with our subsidiaries, if any and affiliates and other banks, financial institutions, credit bureaus, agencies, statutory bodies, as may be required and neither we or our affiliates nor their agents shall be liable for use of the aforesaid information.

Notices

All notices to the NCD Holder(s) required to be given by us or the Debenture Trustee shall be published in one English language newspaper having wide circulation and one regional language daily newspaper at the place where the registered office of the Issuer is situated and/or will be sent by speed post/ courier or through email or other electronic media to the Registered Holders of the NCD(s) from time to time.

Future Borrowings

The Issuer will be entitled to borrow/raise loans or avail of financial assistance in whatever form as also to issue debentures/ NCDs/other securities in any manner having such ranking in priority, pari passu or otherwise, subject to applicable consents, approvals or permissions that may be required under any statutory/regulatory/contractual requirement.

Impersonation

As a matter of abundant caution, attention of the Investors is specifically drawn to the provisions of sub-section (1) of Section 38 of the Companies Act, 2013 which is reproduced below:

"*Any person who- (a) makes or abets making of an application in a fictitious name to a company for acquiring, or subscribing for, its securities; or (b) makes or abets making of multiple applications to a company in different names or in different combinations of his name or surname for acquiring or subscribing for its securities; or (c) otherwise induces directly or indirectly a company to allot, or register any transfer of, securities to him, or to any other person in a fictitious name, shall be liable for action under Section 447 of the Companies Act, 2013*."

The liability prescribed under Section 447 of the Companies Act 2013 for fraud involving an amount of at least ₹ 0.1 million or 1% of the turnover of the Issuer, whichever is lower, includes imprisonment for a term which shall not be less than six months extending up to 10 years (provided that where the fraud involves public interest, such term shall not be less than three years) and fine of an amount not less than the amount involved in the fraud, extending up to three times of such amount. In case the fraud involves (i) an amount which is less than ₹ 0.1 million or 1% of the turnover of the Issuer, whichever is lower; and (ii) does not involve public interest, then such fraud is punishable with an imprisonment for a term extending up to five years or a fine of an amount extending up to ₹ 5 million or with both.

Pre-closure

The Issuer, in consultation with the Lead Managers reserves the right to close the Issue at any time prior to the Issue Closing Date, subject to receipt of minimum subscription or as may be specified in this Draft Prospectus and the Prospectus. The Issuer shall allot NCDs with respect to the Applications received until the time of such pre-closure in accordance with the basis of Allotment as described hereinabove and subject to applicable statutory and/or regulatory requirements. In the event of such early closure of the Issue, the Issuer shall ensure that public notice of such early closure is published on or before such early date of closure is published on or before such early date of closure or the Issue Closing Date, as applicable, through advertisement(s) in all those newspapers in which pre-issue advertisement have been given.

Minimum subscription

In terms of the SEBI NCS Regulations, for an issuer undertaking a public issue of debt securities the minimum subscription for public issue of debt securities shall be 75% of the Base Issue Size i.e. ₹ 1,125 million. If the Issuer does not receive the minimum subscription of 75% of Base Issue Size, prior to the Issue Closing Date the entire Application Amount shall be unblocked in the relevant ASBA Account(s) of the Applicants within 2 (two) Working Days from the Issue Closing Date or such other timeline as may be prescribed by SEBI, provided wherein, the Application Amount has been transferred to the Public Issue Account from the respective ASBA Accounts, such Application Amount shall be refunded from the Refund Account to the relevant ASBA Accounts(s) of the Applicants within 2 (two) Working Days from the Issue Closing Date, failing which the Issuer will become liable to refund the Application Amount along with interest at the rate 15 (fifteen) percent per annum for the delayed period.

Under Section 39(3) of the Companies Act, 2013 and Rule 11(2) of the Companies (Prospectus and Allotment of Securities) Rules, 2014 if the stated minimum subscription amount is not received within the specified period, the application money received is to be credited only to the bank account from which the subscription was remitted. To the extent possible, where the required information for making such refunds is available with the Issuer and/or Registrar,

refunds will be made to the account prescribed. However, where the Issuer and/or Registrar does not have the necessary information for making such refunds, the Issuer and/or Registrar will follow the guidelines prescribed by SEBI in the SEBI NCS Master Circular.

Utilisation of Application Amount

The sum received in respect of the Issue will be kept in separate bank account(s) and we will have access to such funds only upon allotment of the NCDs, execution of Debenture Trust Deeds and on receipt of listing and trading approval from the Stock Exchange as per applicable provisions of law(s), regulations and approvals.

Utilisation of Issue Proceeds

All monies received pursuant to the issue of NCDs to public shall be transferred to a separate bank account other than the bank account referred to in sub-section (3) of Section 40 of the Companies Act, 2013;

(a) The allotment letter shall be issued, or application money shall be refunded in accordance with the applicable law failing which interest shall be due to be paid to the applicants at the rate of 15% per annum for the delayed period;

(b) Details of all monies utilised out of Issue referred to in sub-item (a) shall be disclosed under an appropriate separate head in our balance sheet indicating the purpose for which such monies had been utilised;

(c) Details of all unutilised monies out of issue of NCDs, if any, referred to in sub-item (a) shall be disclosed under an appropriate separate head in our balance sheet indicating the form in which such unutilised monies have been invested;

(d) The Issuer shall utilize the Issue proceeds only up on (i) receipt of minimum subscription; (ii) completion of Allotment in compliance with Section 40 of the Companies Act, 2013; (ii) receipt of listing and trading approval from Stock Exchange; and (iii) only upon execution of the documents for creation of security;

(e) The Issue proceeds shall not be utilized towards full or part consideration for the purchase or any other acquisition, inter alia by way of a lease, of any immovable property;

(f) Details of all utilized and unutilized monies out of the monies collected in the previous issue made by way of public offer shall be disclosed and continued to be disclosed in the balance sheet till the time any part of the proceeds of such previous issue remains unutilized indicating the purpose for which such monies have been utilized and the securities or other forms of financial assets in which such unutilized monies have been invested;

(g) The Issue proceeds shall be utilised in compliance with various guidelines, regulations and clarifications issued by RBI, SEBI or any other statutory authority from time to time. Further the Issue proceeds shall be utilised only for the purpose and objects stated in the Offer Documents; and

(h) Allotment is not made, application monies will be refunded/unblocked in the ASBA Accounts within 2 (two) Working Days from the Issue Closing Date or such lesser time as specified by SEBI, failing which interest will be due to be paid to the Applicants in accordance with applicable laws.

Filing of the Prospectus with the RoC

A copy of the Prospectus shall be filed with the RoC, in accordance with section 26 of Companies Act, 2013.

Pre-Issue Advertisement

Subject to Section 30 of the Companies Act, 2013, the Issuer will issue a statutory advertisement on or before the Issue Opening Date. This advertisement will be issued in compliance with the Regulation 30(1) of SEBI NCS Regulations and shall contain the information as prescribed in the SEBI NCS Regulations and Section 30 of the Companies Act, 2013.

Material updates, if any, between the date of filing of the Prospectus with ROC and the date of release of the statutory advertisement will be included in the statutory advertisement information as prescribed under SEBI NCS Regulations.

Payment of Interest

If Allotment is not made within the prescribed time period under applicable law, the entire subscription amount will be unblocked within the time prescribed under applicable law, failing which interest may be due to be paid to the Applicants, for the delayed period, as prescribed in applicable law. the Issuer shall not be liable to pay any interest on monies liable to be refunded in case of (a) invalid applications or applications liable to be rejected, (b) applications which are withdrawn by the Applicant and/or (c) monies paid in excess of the amount of NCDs applied for in the Application Form. For further details, see "*Issue Procedure – Rejection of Applications*" beginning on page 410.

Listing

The NCDs offered through this Draft Prospectus are proposed to be listed on the BSE. The Issuer has obtained an 'in-principle' approval for the Issue from the BSE vide their letter no. [●] dated [●], 2026. For the purposes of the Issue, BSE shall be the Designated Stock Exchange.

The Issuer will use best efforts to ensure that all steps for the completion of the necessary formalities for listing and commencement of trading at the Stock Exchange are taken within 3 (three) Working Days of the Issue Closing Date. For the avoidance of doubt, it is hereby clarified that in the event of non-subscription to any one or more of the series, such series(s) of NCDs shall not be listed.

If the Security is backed by a Guarantee/Letter of Comfort or any other document of a similar nature, a copy of the same shall be disclosed

The Issue is not backed by a guarantee or letter of comfort or any other document and/or letter with similar intent.

Arrangers

No arrangers have been appointed for this Issue.

Monitoring and Reporting of Utilisation of Issue Proceeds

There is no requirement for appointment of a monitoring agency in terms of the SEBI NCS Regulations. The Audit Committee shall monitor the utilization of the proceeds of the Issue. For the relevant quarters, the Issuer will disclose in its quarterly financial statements, the utilization of the net proceeds of the Issue under a separate head along with details, if any, in relation to all such proceeds of the Issue that have not been utilized thereby also indicating investments, if any, of such unutilized proceeds of the Issue.

Lien

The Issuer will have the right of set-off and lien, present as well as future on the moneys due and payable to the NCD Holder, to the extent of all outstanding dues, if any by the NCD Holder to the Issuer.

Lien on Pledge of NCDs

Subject to applicable law, the Issuer, at its discretion, may record a lien on pledge of NCDs if such pledge of NCDs is accepted by any bank or institution for any loan provided to the NCD Holder against pledge of such NCDs as part of the funding.

ISSUE PROCEDURE

*This section applies to all Applicants. Specific attention of all Applicants is invited to the SEBI NCS Master Circular, which provides, inter-alia, that for all public issues of debt securities all Applicants shall mandatorily use the ASBA facility for participating in the Issue. ASBA Applicants and Applicants applying through the Direct Online Application Mechanism (as defined hereinafter) should note that the ASBA process and the Direct Online Application Mechanism involve application procedures that are different from the procedure applicable to all other Applicants. Please note that all Applicants are required to pay the full Application Amount or ensure that the ASBA Account has sufficient credit balance such that the entire Application Amount can be blocked by the SCSB while making an Application. Further in terms of the SEBI NCS Master Circular Retail Individual Investor and High net-worth individual investor shall use the Unified Payment Interface ("**UPI**") to participate in the public issue for an amount up to ₹ 5,00,000 UPI Mechanism (₹ 2,00,000 for retail individual investors). All Retail Individual Investor and High Net-Worth Individual investors applying in public issues of such securities through intermediaries (viz. syndicate members, registered stock brokers, registrar to an issue and share transfer agent and depository participants), where the application amount is up to ₹ 5,00,000 shall only use UPI for the purpose of blocking of funds and provide his/ her bank account linked UPI ID in the bid-cum application form submitted with intermediaries. Further, Retail Individual Investor and High net-worth individual investors shall continue to have the choice of availing other modes (viz. through SCSBs and Stock Exchange Platform) for making an application in the public issue.*

Applicants should note that they may submit their Applications to the Designated Intermediaries at the Designated CDP Locations or the RTAs at the Designated RTA Locations or designated branches of SCSBs as mentioned on the Application Form. Applicants are advised to make their independent investigations and ensure that their Applications do not exceed the investment limits or maximum number of NCDs that can be held by them under applicable law or as specified in this Draft Prospectus.

Please note that this section has been prepared based on the SEBI NCS Master Circular, and the notifications issued by BSE, in relation to the UPI Mechanism dated December 28, 2020 as amended on April 13, 2022 and May 19, 2022. Pursuant to the amendments to the SEBI NCS Master Circular dated October 15, 2025, the timelines for listing of non-convertible debentures have been revised from T+6 to T+3, where "T" is the issue closing date.

Specific attention is drawn to the SEBI NCS Master Circular which provides for allotment in public issues of debt securities to be made on the basis of the date of upload of each application into the electronic book of the Stock Exchange, as opposed to the date and time of upload of each such application.

The Issuer and the Lead Managers do not accept any responsibility for the completeness and accuracy of the information stated in this section and are not liable for any amendment, modification or change in the applicable law which may occur after the date of this Draft Prospectus. Investors are advised to make their independent investigations and ensure that their Bids are submitted in accordance with applicable laws.

Further, the Issuer and the Lead Managers are not liable for any adverse occurrences consequent to the UPI Mechanism for application in the Issue.

PLEASE NOTE THAT ALL DESIGNATED INTERMEDIARIES WHO WISH TO COLLECT AND UPLOAD APPLICATION IN THE ISSUE ON THE ELECTRONIC APPLICATION PLATFORM PROVIDED BY THE STOCK EXCHANGE WILL NEED TO APPROACH THE STOCK EXCHANGE AND FOLLOW THE REQUISITE PROCEDURES AS MAY BE PRESCRIBED BY THE STOCK EXCHANGE. THE FOLLOWING SECTION MAY CONSEQUENTLY UNDERGO CHANGE BETWEEN THE DATES OF THIS DRAFT PROSPECTUS, THE ISSUE OPENING DATE AND THE ISSUE CLOSING DATE.

THE LEAD MANAGERS, THE CONSORTIUM MEMBERS AND THE ISSUER SHALL NOT BE RESPONSIBLE OR LIABLE FOR ANY ERRORS OR OMISSIONS ON THE PART OF TRADING

MEMBERS/DESIGNATED INTERMEDIARIES IN CONNECTION WITH THE RESPONSIBILITY OF TRADING MEMBERS/DESIGNATED INTERMEDIARIES IN RELATION TO COLLECTION AND UPLOAD OF APPLICATION FORMS IN RESPECT OF THE ISSUE ON THE ELECTRONIC APPLICATION PLATFORM PROVIDED BY STOCK EXCHANGE. FURTHER, THE RELEVANT STOCK EXCHANGE WILL BE RESPONSIBLE FOR ADDRESSING INVESTOR GRIEVANCES ARISING FROM APPLICATIONS THROUGH TRADING MEMBERS/DESIGNATED INTERMEDIARIES REGISTERED WITH SUCH STOCK EXCHANGE.

Please note that for the purposes of this section, the term "Working Day" shall mean all days on which commercial banks in Mumbai, are open for business. In respect of announcement or bid/issue period, working day shall mean all days, excluding Saturdays, Sundays and public holidays, on which commercial banks in Mumbai are open for business (provided that on any trading day of Stock Exchange if commercial banks in Mumbai are closed, it will be considered as Working Day). Further, in respect of the time period between the bid/ issue closing date and the listing of the NCDs on the Stock Exchange, working day shall mean all trading days of the Stock Exchange for NCD, excluding Saturdays, Sundays and bank holidays, as specified by SEBI.

Availability of this Draft Prospectus, the Prospectus, Abridged Prospectus, and Application Form.

The copies of this Draft Prospectus, the Prospectus, Abridged Prospectus together with Application Forms may be obtained from our Registered Office, Lead Managers to the Issue, Consortium Members for marketing of the Issue, the Registrar to the Issue and the Designated Branches of the SCSBs. Additionally, the Prospectus and the Application Forms will be available.

(i) for download on the website of BSE at www.bseindia.com.

(ii) at the designated branches of the SCSBs and the Syndicate Members at the Specified Locations.

A unique application number ("**UAN**") will be generated for every Application Form downloaded from the website of the Stock Exchange i.e. BSE at www.bseindia.com. Hyperlinks to the websites of the Stock Exchange for this facility will be provided on the websites of the Lead Managers and the SCSBs.

In addition, Application Forms would also be made available to all the recognised Stock Exchange. Further, Application Forms will also be provided to Trading Members at their request.

The Issuer may also provide Application Forms for being filled and downloaded at such websites as it may deem fit. In addition, online demat account portals may also provide the facility of submitting the Application Forms online to their account holders'.

Retail Individual Investors and High Net-worth Individual Investors making an Application up to ₹ 5 lakhs, using the UPI Mechanism, must provide the UPI ID in the relevant space provided in the Application Form. Application Forms that do not contain the UPI ID are liable to be rejected. UPI Investors applying using the UPI Mechanism may also apply through the SCSBs and mobile applications using the UPI handles as provided on the website of SEBI.

PROCEDURE FOR APPLICATION

Who can apply?

The following categories of persons are eligible to apply in the Issue.

Category I (Institution Investors)

- Public financial institutions, scheduled commercial banks, Indian multilateral and bilateral development financial institutions which are authorised to invest in the NCDs;
- Provident funds and pension funds each with a minimum corpus of ₹ 250 million, superannuation funds and gratuity funds, which are authorised to invest in the NCDs;
- Alternative Investment Funds, subject to investment conditions applicable to them under the Securities and Exchange Board of India (Alternative Investment Funds) Regulations, 2012;
- Resident Venture Capital Funds registered with SEBI;
- Insurance companies registered with the IRDAI;
- State industrial development corporations;
- Insurance funds set up and managed by the army, navy, or air force of the Union of India;
- Insurance funds set up and managed by the Department of Posts, the Union of India;
- systemically important non-banking financial companies;
- National Investment Fund set up by resolution no. F.No. 2/3/2005-DDII dated November 23, 2005 of the Government of India published in the Gazette of India; and
- Mutual funds registered with SEBI.

Category II (Non Institutional Investors)

- Companies within the meaning of Section 2(20) of the Companies Act, 2013;
- Statutory bodies/ corporations and societies registered under the applicable laws in India and authorised to invest in the NCDs;
- Co-operative banks and regional rural banks;
- Trusts including public/private charitable/religious trusts which are authorised to invest in the NCDs;
- Scientific and/or industrial research organisations, which are authorised to invest in the NCDs;
- Partnership firms in the name of the partners;
- Limited liability partnerships formed and registered under the provisions of the Limited Liability Partnership Act, 2008 (No. 6 of 2009);
- Association of Persons; and
- Any other incorporated and/ or unincorporated body of persons.

Category III (High Net Worth Individual Investors)

- Resident Indian individuals or Hindu Undivided Families through the Karta applying for an amount aggregating

to above ₹ 2,00,000 across all options of NCDs in the Issue and shall include High Net Worth Individual Investors, who have submitted bid for an amount not more than ₹ 500,000 in any of the bidding options in the Issue (including HUFs applying through their Karta and does not include NRIs) through UPI Mechanism.

Category IV (Retail Individual Investors)

- Resident Indian individuals or Hindu Undivided Families through the Karta applying for an amount aggregating up to and including ₹ 2,00,000 across all options of NCDs in the Issue. and shall include Retail Individual Investors, who have submitted bid for an amount not more than ₹ 200,000 in any of the bidding options in the Issue (including HUFs applying through their Karta and does not include NRIs) through UPI Mechanism.

Note: Participation of any of the aforementioned categories of persons or entities is subject to the applicable statutory and/or regulatory requirements in connection with the subscription to Indian securities by such categories of persons or entities.

Applicants are advised to ensure that applications made by them do not exceed the investment limits or maximum number of NCDs that can be held by them under applicable statutory and or regulatory provisions.

Applicants are advised to ensure that they have obtained the necessary statutory and/or regulatory permissions/consents/approvals in connection with applying for, subscribing to, or seeking allotment of NCDs pursuant to the Issue.

The Lead Managers and their respective associates and affiliates are permitted to subscribe in the Issue.

The information below is given for the benefit of Applicants. The Issuer and the Lead Managers are not liable for any amendment or modification or changes in applicable laws or regulations, which may occur after the date of this Draft Prospectus.

Availability of this Draft Prospectus, the Prospectus, Abridged Prospectus and Application Forms.

Please note that there is a single Application Form for, persons resident in India.

Copies of the Abridged Prospectus containing the salient features of this Draft Prospectus and the Prospectus together with Application Forms may be obtained from our Registered Office, the Lead Managers, the Registrar to the Issue and the Designated Branches of the SCSBs. Additionally, the Prospectus and the Application Forms will be available:

(i) for download on the website of BSE at www.bseindia.com; and

(ii) at the designated branches of the SCSBs and the Syndicate Members at the Specified Locations.

Electronic Application Forms will also be available on the website of the Stock Exchange. A unique application number ("**UAN**") will be generated for every Application Form downloaded from the websites of the Stock Exchange. Further, Application Forms will also be provided to Designated Intermediaries at their request.

How to apply?

Method of Application

In terms of the SEBI NCS Master Circular, an eligible investor desirous of applying in this Issue can make Applications through the ASBA mechanism only.

Applicants are requested to note that in terms of the SEBI NCS Master Circular, SEBI has mandated issuers to provide, through a recognized Stock Exchange which offers such a facility, an online interface enabling direct application by investors to a public issue of debt securities with an online payment facility ("**Direct Online Application Mechanism**"). In this regard, SEBI has, through the SEBI NCS Master Circular, directed the recognised stock exchanges in India to put in necessary systems and infrastructure for the implementation of the SEBI NCS Master Circular and the Direct Online Application Mechanism infrastructure. The Direct Online Application facility will be available for this Issue as per mechanism provided in the SEBI NCS Master Circular.

All Applicants shall mandatorily apply in the Issue through the ASBA process only. Applicants intending to subscribe in the Issue shall submit a duly filled Application form to any of the Designated Intermediaries.

Designated Intermediaries (other than SCSBs) shall submit/deliver the Application Form (except the Application Form from Retail Individual Investor and High Net Worth Individual Investor bidding using the UPI mechanism) to the respective SCSB, where such investor has a bank account and shall not submit it to any non-SCSB bank or any Escrow Bank.

Applicants should submit the Application Form only at the Bidding Centres, i.e. to the respective Members of the Consortium at the Specified Locations, the SCSBs at the Designated Branches, the Registered Broker at the Broker Centres, the RTAs at the Designated RTA Locations or CDPs at the Designated CDP Locations. Kindly note that Application Forms submitted by Applicants at the Specified Locations will not be accepted if the SCSB with which the ASBA Account, as specified in the Application Form is maintained has not named at least one branch at that location for the Designated Intermediaries for deposit of the Application Forms. A list of such branches is available at http://www.sebi.gov.in.

Pursuant to SEBI Circular No: SEBI/HO/DDHS/DDHS-PoD/P/CIR/2025/0000000137 dated October 15, 2025, all Retail Individual Investors and High Net Worth Individual investors applying in public issues where the application amount is up to ₹5,00,000 shall use UPI and shall also provide their UPI ID in the bid cum application form submitted with any of the entities mentioned herein below:

1. a syndicate member;

2. a stock-broker registered with a recognised stock exchange (and whose name is mentioned on the website of the stock exchange as eligible for this activity);

3. a depository participant (whose name is mentioned on the website of the stock exchange as eligible for this activity); and

4. a registrar to an issue and share transfer agent.

The relevant Designated Intermediaries, upon receipt of physical Application Forms from Applicants, shall upload the details of these Application Forms to the online platform of the Stock Exchange and submit these Application Forms with the SCSB (except Application Form from RIBs and HNIs using the UPI Mechanism) with whom the relevant ASBA Accounts are maintained.

For RIBs and HNIs using UPI Mechanism, the Stock Exchange shall share the bid details (including UPI ID) with the Sponsor Bank on a continuous basis to enable the Sponsor Bank to initiate UPI Mandate Request to RIBs and HNIs for blocking of funds.

An Applicant shall submit the Application Form, which shall be stamped at the relevant Designated Branch of the SCSB. Application Forms in physical mode, which shall be stamped, can also be submitted to be the Designated Intermediaries at the Specified Locations. The SCSB shall block an amount in the ASBA Account equal to the

Application Amount specified in the Application Form. Further, the Application may also be submitted through the app or web interface developed by Stock Exchange wherein the Application is automatically uploaded onto the Stock Exchange bidding platform and the amount is blocked using the UPI mechanism, as applicable.

The Sponsor Bank shall provide details of the UPI linked bank account of the Bidders to the Registrar to the Issue for purpose of reconciliation.

RIBs and HNIs using the UPI Mechanism must provide the UPI ID in the relevant space provided in the Bid cum Application Form and the Bid cum Application Form that does not contain the UPI ID are liable to be rejected.

RIBs and HNIs using UPI Mechanism, submitting a Bid-cum Application Form to any Designated Intermediary (other than SCSBs) should ensure that only the UPI ID is mentioned in the field for Payment Details in the Bid cum Application Form. Application Forms submitted by RIIs and HNIs using UPI Mechanism to Designated Intermediary (other than SCSBs) with ASBA Account details, are liable to be rejected.

Further, such Bidders including RIBs and HNIs using the UPI Mechanism, shall ensure that the Bids are submitted at the Bidding Centres only on Bid cum Application Forms bearing the stamp of the relevant Designated Intermediary (except in case of electronic Bid-cum-Application Forms) and Bid cum Application Forms (except electronic Bid-cum-Application Forms) not bearing such specified stamp may be liable for rejection. Bidders must ensure that the ASBA Account has sufficient credit balance such that an amount equivalent to the full Bid Amount can be blocked by the SCSB or the Sponsor Bank, as applicable, at the time of submitting the Bid. Designated Intermediaries (other than SCSBs) shall not accept any ASBA Form from a RIB and HNI who is not bidding using the UPI Mechanism.

The Issuer, the Directors, affiliates, associates and their respective directors and officers, Lead Managers and the Registrar to the Issue shall not take any responsibility for acts, mistakes, errors, omissions and commissions etc. in relation to ASBA Applications accepted by the Designated Intermediaries, Applications uploaded by SCSBs, Applications accepted but not uploaded by SCSBs or Applications accepted and uploaded without blocking funds in the ASBA Accounts. It shall be presumed that for Applications uploaded by SCSBs, the Application Amount has been blocked in the relevant ASBA Account. Further, all grievances against Designated Intermediaries in relation to the Issue should be made by Applicants directly to the relevant Stock Exchange.

In terms of the SEBI NCS Master Circular, an eligible investor desirous of applying in this Issue can make Applications through the following modes:

1. *Self-Certified Syndicate Bank (SCSB) or intermediaries (viz. Syndicate members, Registered Stock Brokers, Registrar and Transfer agent and Depository Participants)*

    a. An investor may submit the bid-cum-application form, with ASBA as the sole mechanism for making payment, physically at the branch of a SCSB, i.e. investor's bank. For such applications, the existing process of uploading of bid on the Stock Exchange bidding platform and blocking of funds in investors account by the SCSB would continue.

    b. An investor may submit the completed bid-cum-application form to intermediaries mentioned above along with details of his/her bank account for blocking of funds. The intermediary shall upload the bid on the Stock Exchange bidding platform and forward the application form to a branch of a SCSB for blocking of funds.

    c. An investor may submit the bid-cum-application form with a SCSB or the intermediaries mentioned above and use his / her bank account linked UPI ID for the purpose of blocking of funds, if the application value is ₹ 5,00,000 or less. The intermediary shall upload the bid on the Stock Exchange bidding platform. The application amount would be blocked through the UPI mechanism in this case.

2. *Through Stock Exchange*

a. An investor may submit the bid-cum-application form through the App or web interface developed by Stock Exchange (or any other permitted methods) wherein the bid is automatically uploaded onto the Stock Exchange bidding platform and the amount is blocked using the UPI Mechanism.

b. The Stock Exchange have extended their web-based platforms i.e. 'BSE Direct' to facilitate investors to apply in public issues of debt securities through the web based platform and mobile app with a facility to block funds through Unified Payments Interface (UPI) mechanism for application value upto ₹ 5,00,000. To place bid through 'BSEDirect' platform/ mobile app the eligible investor is required to register himself/ herself with BSE Direct.

c. An investor may use the following links to access the web-based interface developed by the Stock Exchange to bid using the UPI Mechanism: BSE: https://www.bsedirect.com.

d. The BSE Direct mobile application can be downloaded from play store in android phones. Kindly search for 'BSEDirect' on Google Playstore for downloading mobile applications.

e. To further clarify the submission of bids through the App or web interface, the BSE has amended operational guidelines and circulars dated December 28, 2020 and May 19, 2022 available at https://www.bseindia.com/markets/MarketInfo/DispNewNoticesCirculars.aspx?page=20201228 60, https://www.bseindia.com/markets/MarketInfo/DispNewNoticesCirculars.aspx?page=20201228 61, and https://www.bseindia.com/markets/MarketInfo/DispNewNoticesCirculars.aspx?page=20220519 34.

f. In addition to the above, an investor may submit the bid-cum application form using the linked online trading, demat and bank account provided by a stock broker.

Application Size

Each Application should be for a minimum of 10 NCDs and multiples of one NCD thereof.

Applicants can apply for any or all types of NCDs offered hereunder (any/all series) provided the Applicant has applied for minimum application size using the same Application Form.

Applicants are advised to ensure that applications made by them do not exceed the investment limits or maximum number of NCDs that can be held by them under applicable statutory and or regulatory provisions.

APPLICATIONS BY VARIOUS APPLICANT CATEGORIES

Applications by Mutual Funds

Pursuant to the SEBI Master Circular for Mutual Funds bearing reference number HO/24/13/11(1)2026-IMD-POD-1/I/7602/2026 dated March 20, 2026 ("**SEBI Mutual Funds Master Circular**"), mutual funds are required to ensure that the total exposure of debt schemes of mutual funds in a particular sector shall not exceed 20% of the net assets value of the scheme. Further, the additional exposure limit provided for financial services sector not exceeding 10% of the net assets value of the scheme shall be allowed only by way of increase in exposure to HFCs, with an additional 5% permitted in securitised debt backed by retail/affordable housing loans. However the overall exposure in HFCs shall not exceed the sector exposure limit of 20% of the net assets of the scheme. Further, the group level limits for debt schemes shall be subject to a ceiling of 20% of the net assets value of the scheme extendable to 25% with the prior approval of the board of trustees. A separate Application can be made in respect of each scheme of an Indian mutual fund registered with SEBI and such Applications shall not be treated as multiple Applications. Applications

made by the AMCs or custodians of a Mutual Fund shall clearly indicate the name of the concerned scheme for which the Application is being made. An Application Form by a mutual fund registered with SEBI for Allotment of the NCDs must be also accompanied by certified true copies of (i) its SEBI registration certificates (ii) the trust deed in respect of such mutual fund (ii) a resolution authorising investment and containing operating instructions and (iii) specimen signatures of authorized signatories. Failing this, the Issuer reserves the right to accept or reject any Application in whole or in part, in either case, without assigning any reason therefor.

Application by Scheduled Commercial Banks, Co-operative Banks and Regional Rural Banks

Scheduled Commercial Banks, Co-operative Banks and Regional Rural Banks can apply in this Issue based upon their own investment limits and approvals. Applications by them for Allotment of the NCDs must be accompanied by certified true copies of (i) memorandum and articles of association/charter of constitution; (ii) power of attorney; (iii) a board resolution authorising investments; and (iv) a letter of authorisation. Failing this, the Issuer reserves the right to accept or reject any Application for Allotment of the NCDs in whole or in part, in either case, without assigning any reason therefor.

Pursuant to SEBI NCS Master Circular SCSBs making applications on their own account using ASBA facility, should have a separate account in their own name with any other SEBI registered SCSB. Further, such account shall be used solely for the purpose of making application in public issues and clear demarcated funds should be available in such account for ASBA applications. Failing this, the Issuer reserves the right to accept or reject any Application for Allotment of the NCDs in whole or in part, in either case, without assigning any reason therefor.

Application by Systemically Important Non-Banking Financial Companies

Systemically Important Non-Banking Financial Companies can apply in the Issue based upon their own investment limits and approvals. Applications by them for Allotment of the NCDs must be accompanied by certified true copies of (i) their memorandum and articles of association/charter of constitution; (ii) power of attorney; (iii) a board resolution authorising investments; and (ii) specimen signatures of authorised signatories.

Failing this, the Issuer reserves the right to accept or reject any Application in whole or in part, in either case, without assigning any reason therefor.

Application by Insurance Companies

Insurance companies registered with the IRDAI can apply in this Issue based on their own investment limits and approvals in accordance with the regulations, guidelines and circulars issued by the IRDAI. The Application Form must be accompanied by certified true copies of their (i) memorandum and articles of association/charter of constitution; (ii) power of attorney; (iii) resolution authorising investments/containing operating instructions; and (iv) specimen signatures of authorised signatories.

Failing this, the Issuer reserves the right to accept or reject any Application in whole or in part, in either case, without assigning any reason therefor.

Applications by Indian Alternative Investments Funds

Applications made by 'alternative investment funds' eligible to invest in accordance with the Securities and Exchange Board of India (Alternative Investment Fund) Regulations, 2012, as amended (the "**SEBI AIF Regulations**") for Allotment of the NCDs must be accompanied by certified true copies of (i) SEBI registration certificate; (ii) a resolution authorising investment and containing operating instructions; and (iii) specimen signatures of authorised persons. The Alternative Investment Funds shall at all times comply with the requirements applicable to it under the

SEBI AIF Regulations and the relevant notifications issued by SEBI. Failing this, the Issuer reserves the right to accept or reject any Application in whole or in part, in either case, without assigning any reason therefor.

Applications by Associations of persons and/or bodies established pursuant to or registered under any central or state statutory enactment

In case of Applications made by Associations of persons and/or bodies established pursuant to or registered under any central or state statutory enactment, must submit a (i) certified copy of the certificate of registration or proof of constitution, as applicable, (ii) Power of Attorney, if any, in favour of one or more persons thereof, (iii) such other documents evidencing registration thereof under applicable statutory/regulatory requirements. Failing this, the Issuer reserves the right to accept or reject any Application in whole or in part, in either case, without assigning any reason therefor.

Applications by Trusts

In case of Applications made by trusts, settled under the Indian Trusts Act, 1882, as amended, or any other statutory and/or regulatory provision governing the settlement of trusts in India, must submit a (i) certified copy of the registered instrument for creation of such trust, (ii) power of attorney, if any, in favour of one or more trustees thereof, (iii) such other documents evidencing registration thereof under applicable statutory/regulatory requirements. Further, any trusts applying for NCDs pursuant to this Issue must ensure that (a) they are authorized under applicable statutory/regulatory requirements and their constitution instrument to hold and invest in debentures, (b) they have obtained all necessary approvals, consents or other authorisations, which may be required under applicable statutory and/or regulatory requirements to invest in debentures, and (c) Applications made by them do not exceed the investment limits or maximum number of NCDs that can be held by them under applicable statutory and or regulatory provisions.

Failing this, the Issuer reserves the right to accept or reject any Applications in whole or in part, in either case, without assigning any reason therefor.

Applications by Public Financial Institutions or statutory corporations, which are authorized to invest in the NCDs

The Application must be accompanied by certified true copies of: (i) any Act/ Rules under which they are incorporated;

(ii) board resolution authorising investments; and (iii) specimen signature of authorized person.

Failing this, the Issuer reserves the right to accept or reject any Applications in whole or in part, in either case, without assigning any reason therefor.

Applications made by companies, bodies corporate and societies registered under the applicable laws in India

The Application must be accompanied by certified true copies of: (i) any act/ rules under which they are incorporated;(ii) Board Resolution authorising investments; and (iii) Specimen signature of authorized person.

Failing this, the Issuer reserves the right to accept or reject any Applications in whole or in part, in either case, without assigning any reason therefor.

Applications by Indian scientific and/ or industrial research organizations, which are authorized to invest in the NCDs.

Applications by scientific and/ or industrial research organisations which are authorised to invest in the NCDs must be accompanied by certified true copies of: (i) any act/rules under which such Applicant is incorporated; (ii) a

resolution of the Board of Directors of such Applicant authorising investments; and (iii) specimen signature of authorized persons of such Applicant.

Failing this, the Issuer reserves the right to accept or reject any Applications for Allotment of the NCDs in whole or in part, in either case, without assigning any reason therefor.

Applications by Partnership firms formed under applicable Indian laws in the name of the partners and Limited Liability Partnerships formed and registered under the provisions of the Limited Liability Partnership Act, 2008.

Applications made by partnership firms and limited liability partnerships formed and registered under the Limited Liability Partnership Act, 2008 must be accompanied by certified true copies of: (i) the partnership deed for such Applicants; (ii) any documents evidencing registration of such Applicant thereof under applicable statutory/regulatory requirements; (iii) a resolution authorizing the investment and containing operating instructions; and (iv) specimen signature of authorized persons of such Applicant.

Failing this, the Issuer reserves the right to accept or reject any Applications for Allotment of the NCDs in whole or in part, in either case, without assigning any reason therefor.

Applications under a power of attorney by limited companies, corporate bodies and registered societies

In case of Applications made pursuant to a power of attorney by Applicants from Category I and Category II, a certified copy of the power of attorney or the relevant resolution or authority, as the case may be, along with a certified copy of the memorandum of association and articles of association and/or bye laws must be lodged along with the Application Form.

Failing this, the Issuer reserves the right to accept or reject any Application in whole or in part, in either case, without assigning any reason therefor.

In case of Applications made pursuant to a power of attorney by Applicants from Category III and Category IV, a certified copy of the power of attorney must be lodged along with the Application Form.

In case of physical ASBA Applications made pursuant to a power of attorney, a certified copy of the power of attorney must be lodged along with the Application Form.

Failing this the Issuer, in consultation with the Lead Managers, reserves the right to reject such Applications.

The Issuer, in its absolute discretion, reserves the right to relax the above condition of attaching the power of attorney along with the Application Forms subject to such terms and conditions that the Issuer and the Lead Managers may deem fit.

Brokers having online demat account portals may also provide a facility of submitting the Application Forms online to their account holders. Under this facility, a broker receives an online instruction through its portal from the Applicant for making an Application on his or her behalf. Based on such instruction, and a power of attorney granted by the Applicant to authorise the broker, the broker makes an Application on behalf of the Applicant.

Applications by provident funds, pension funds, superannuation funds and gratuity funds which are authorized to invest in the NCDs

Applications by provident funds, pension funds, superannuation funds and gratuity funds which are authorised to invest in the NCDs, for Allotment of the NCDs must be accompanied by certified true copies of: (i) any act/rules under which they are incorporated; (ii) a power of attorney, if any, in favour of one or more trustees thereof, (ii) a

board resolution authorising investments; (iii) such other documents evidencing registration thereof under applicable statutory/regulatory requirements; (iv) specimen signature of authorized person; (v) a certified copy of the registered instrument for creation of such fund/trust; and (vi) any tax exemption certificate issued by Income Tax authorities.

Failing this, the Issuer reserves the right to accept or reject any Applications for Allotment of the NCDs in whole or in part, in either case, without assigning any reason therefor.

Applications by National Investment Funds

Application made by a National Investment Fund for Allotment of the NCDs must be accompanied by certified true copies of: (i) a resolution authorising investment and containing operating instructions; and (ii) specimen signatures of authorized persons.

Failing this, the Issuer reserves the right to accept or reject any Applications for Allotment of the NCDs in whole or in part, in either case, without assigning any reason therefor.

Applications cannot be made by:

The following categories of persons, and entities, shall not be eligible to participate in the Issue and any Applications from such persons and entities are liable to be rejected:

a. Minors without a guardian name* (A guardian may apply on behalf of a minor. However, Applications by minors must be made through Application Forms that contain the names of both the minor Applicant and the guardian; It is further clarified that it is the responsibility of the Applicant to ensure that the guardians are competent to contract under applicable statutory/regulatory requirements);

b. Persons Resident Outside India, Foreign nationals (including FIIs, FPIs, Qualified Foreign Investors) and other foreign entities;

c. Foreign Venture Capital Investor;

d. Overseas Corporate Bodies;

e. Person ineligible to contract under applicable statutory/ regulatory requirements; and

f. Any other category of Applicants not provided for under "*Issue Procedure – Who can apply?*" on page 373 of this Draft Prospectus.

** Applicant shall ensure that guardian is competent to contract under Indian Contract Act, 1872.*

The Registrar to the Issue shall verify the above on the basis of the records provided by the Depositories based on the DP ID and Client ID provided by the Applicants in the Application Form and uploaded onto the electronic system of the Stock Exchange *by the Designated Intermediaries.*

Based on the information provided by the Depositories, the Issuer shall have the right to accept Applications belonging to an account for the benefit of a minor (under guardianship). In case of such Applications, the Registrar to the Issue shall verify the above on the basis of the records provided by the Depositories based on the DP ID and Client ID provided by the Applicants in the Application Form and uploaded onto the electronic system of the Stock Exchange.

***The concept of Overseas Corporate Bodies (meaning any company, partnership firm, society and other corporate body or overseas trust irrevocably owned/held directly or indirectly to the extent of at least 60% by NRIs), which was*

in existence until *2003, was withdrawn by the Foreign Exchange Management (Withdrawal of General Permission to Overseas Corporate Bodies) Regulations, 2003. Accordingly, OCBs are not permitted to invest in this Issue.*

Payment instructions

Payment mechanism for Applicants

An Applicant shall specify details of the ASBA Account Number in the Application Form and the relevant SCSB shall block an amount equivalent to the Application Amount in the ASBA Account specified in the Application Form.

An Applicant may submit the completed Application Form to designated intermediaries along with details of his/her bank account for blocking of funds. The intermediary shall upload the bid on the Designated Stock Exchange bidding platform and forward the application form to a branch of a SCSB for blocking of funds.

An Applicant may submit the Application Form with a SCSB or the intermediaries mentioned above and use his / her bank account linked UPI ID for the purpose of blocking of funds, if the application value is ₹ 5,00,000 or less. The intermediary shall upload the bid on the Stock Exchange bidding platform. The application amount would be blocked through the UPI Mechanism once the mandate request has been successfully accepted by the Applicant in this case.

An Applicant may submit the Application Form through the App or web interface developed by Stock Exchange wherein the bid is automatically uploaded onto the Stock Exchange bidding platform and the amount is blocked using the UPI Mechanism once the mandate request has been successfully accepted by the Applicant.

Upon receipt of an intimation from the Registrar to the Issue, the SCSBs shall, on the Designated Date, transfer such blocked amount from the ASBA Account to the Public Issue Account in terms of the Public Issue Account and Sponsor Bank Agreement. The balance amount remaining after the finalisation of the Basis of Allotment shall be unblocked by the SCSBs on the basis of the instructions issued in this regard by the Registrar to the Issue to the respective SCSB within 2 (two) Working Days of the Issue Closing Date, in accordance with the timelines prescribed under the SEBI NCS Master Circular. The Application Amount shall remain blocked in the ASBA Account until transfer of the Application Amount to the Public Issue Account, or until withdrawal/ failure of the Issue or until rejection of the Application, as the case may be.

For ASBA Applications submitted to the Lead Managers or Consortium Member or Trading Members of the Stock Exchange at the Specified Cities, the ASBA Application will be uploaded onto the electronic system of the Stock Exchange and deposited with the relevant branch of the SCSB at the Specified City named by such SCSB to accept such ASBA Applications from the Lead Managers or Trading Members of the Stock Exchange, as the case may be (A list of such branches is available at https://www.sebi.gov.in/sebiweb/other/OtherAction.do?doRecognised=yes. The relevant branch of the SCSB shall perform verification procedures and block an amount in the ASBA Account equal to the Application Amount specified in the ASBA Application.

For ASBA Applications submitted directly to the SCSBs, the relevant SCSB shall block an amount in the ASBA Account equal to the Application Amount specified in the ASBA Application, before entering the ASBA Application into the electronic system of the Stock Exchange. SCSBs may provide the electronic mode of application either through an internet enabled application and banking facility or such other secured, electronically enabled mechanism for application and blocking of funds in the ASBA Account.

Applicants should ensure that they have funds equal to the Application Amount in the ASBA Account before submitting the ASBA Application to the Lead Managers or Consortium Member or Trading Members of the Stock Exchange, as the case may be, at the Specified Cities or to the Designated Branches of the SCSBs. An ASBA Application where the corresponding ASBA Account does not have sufficient funds equal to the Application Amount at the time of blocking the ASBA Account is liable to be rejected.

The Application Amount shall remain blocked in the ASBA Account until approval of the Basis of Allotment and consequent transfer of the amount against the Allotted NCDs to the Public Issue Account(s), or until withdrawal/ failure of the Issue or until withdrawal/ rejection of the Application Form, as the case may be. Once the Basis of Allotment is approved, the Registrar to the Issue shall send an appropriate request to the controlling branch of the SCSB for unblocking the relevant ASBA Accounts and for transferring the amount pertaining to NCDs allotted to the successful Applicants to the Public Issue Account(s). The balance amount remaining after the finalisation of the Basis of Allotment shall be unblocked by the SCSBs on the basis of the instructions issued in this regard by the Registrar to the respective SCSB within 2 (two) Working Days of the Issue Closing Date. The Application Amount shall remain blocked in the ASBA Account until transfer of the Application Amount to the Public Issue Account, or until withdrawal/ failure of the Issue or until rejection of the ASBA Application, as the case may be. In case of withdrawal/ failure of the Issue, the blocked amount shall be unblocked on receipt of such information from the Registrar to the Issue.

Payment mechanism for Direct Online Applicants

Please note that clarifications and/or confirmations regarding the implementation of the requisite infrastructure and facilities in relation to direct online applications and online payment facility have been sought from the Stock Exchange and the Stock Exchange has confirmed that the necessary infrastructure and facilities for the same have not been implemented by the Stock Exchange. Hence, the Direct Online Application facility will not be available for this Issue.

Additional Instructions for Retail Individual Investors and High Net Worth Individuals using the UPI mechanism:

1. Before submission of the application form with the Designated Intermediary, a Retail Individual Investor and High Net Worth Individual Investor shall download the mobile app for UPI and create a UPI ID (xyz@bankname) of not more than 45 characters with its bank and link it to his/ her bank account where the funds equivalent to the application amount is available.

2. The Retail Individual Investor and High Net Worth Individual Investor shall fill in the bid details in the application form along with his/ her bank account linked UPI ID and submit the application with any of the intermediaries or through the stock exchanges App/Web interface.

3. The Designated Intermediary, upon receipt of form, shall upload the bid details along with the UPI ID on the Stock Exchange(s) bidding platform using appropriate protocols.

4. Once the bid has been entered in the bidding platform, the Stock Exchange(s) shall undertake validation of the PAN and Demat account combination details of investor with the depository.

5. The Depository shall validate the aforesaid PAN and Demat account details on a near real time basis and send response to the Stock Exchanges which would be shared by the Stock Exchanges with the Designated Intermediaries through its platform, for corrections, if any.

6. Once the bid details are uploaded on the Stock Exchanges platform, the Stock Exchanges shall send an SMS to the investor regarding submission of his / her Application, at the end of day, during the bidding period.

7. Post undertaking validation with the Depository, the Stock Exchanges shall, on a continuous basis, electronically share the bid details along with investors UPI ID, with the Sponsor Bank appointed by the Issuer.

8. The Sponsor Bank shall initiate a mandate request on the investor i.e. request the investor to authorise blocking of funds equivalent to the Application Amount and subsequent debit of funds in case of allotment.

9. The request raised by the Sponsor Bank, would be electronically received by the investor as an SMS / intimation on his / her mobile no. / mobile app, associated with the UPI ID linked bank account.

10. The investor shall be able to view the amount to be blocked as per his / her bid in such intimation. The investor shall be able to view an attachment wherein the bid details submitted by such investor will be visible. After reviewing the details properly, the investor shall be required to proceed to authorise the mandate. Such mandate raised by the Sponsor Bank would be a one-time mandate for each application in the Issue.

11. The investor is required to accept the UPI mandate latest by 5.00 pm on the third working day from the day of bidding on the stock exchange platform except for the last day of the Issue Period or any other modified closure date of the Issue Period in which case, he / she is required to accept the UPI mandate latest by 5.00 pm or such other time, as extended by the Exchange, on the issue closure date.

12. The investor shall not be allowed to add or modify the bid(s) of the application except for modification of either DP ID/Client ID or PAN ID but not both. However, the investor can withdraw the bid(s) and reapply.

13. For mismatch bids, stock exchange(s) shall allow modification of selected fields in the bid details already uploaded on successful validation of PAN and DP ID/ Client ID from Issue Opening Date till 5:00 p.m. IST on the Issue Closing Date.

14. The facility of Re-initiation/ Resending the UPI mandate shall be available only till 5.00 pm on the day of bidding.

15. Upon successful validation of block request by the investor, as above, the said information would be electronically received by the investors' bank, where the funds, equivalent to application amount, would get blocked in investors account. Intimation regarding confirmation of such block of funds in investors account would also be received by the investor.

16. The information containing status of block request (e.g. accepted / decline / pending) would also be shared with the Sponsor Bank, which in turn would be shared with the Stock Exchanges. The block request status would also be displayed on the Stock Exchanges platform for information of the intermediary.

17. The information received from Sponsor Bank, would be shared by the Stock Exchanges with the Registrar to the Issue in the form of a file for the purpose of reconciliation.

18. Post closure of the Issue, the Stock Exchanges shall share the bid details with the Registrar to the Issue. Further, the Stock Exchanges shall also provide the Registrar to the Issue, the final file received from the Sponsor Bank, containing status of blocked funds or otherwise, along with the bank account details with respect to applications made using UPI ID.

19. The allotment of debt securities shall be done as per SEBI NCS Master Circular.

20. The RTA, based on information of bidding and blocking received from the Stock Exchange, shall undertake reconciliation of the bid data and block confirmation corresponding to the bids by all investor category applications (with and without the use of UPI) and prepare the basis of allotment.

21. Upon approval of the basis of allotment, the RTA shall share the 'debit' file with Sponsor bank (through Stock Exchange) and SCSBs, as applicable, for credit of funds in the public issue account and unblocking of

excess funds in the investor's account. The Sponsor Bank, based on the mandate approved by the investor at the time of blocking of funds, shall raise the debit / collect request from the investor's bank account, whereupon funds will be transferred from investor's account to the public issue account and remaining funds, if any, will be unblocked without any manual intervention by investor or their bank.

22. Upon confirmation of receipt of funds in the public issue account, the securities would be credited to the investor's account. The investor will be notified for full/partial allotment. For partial allotment, the remaining funds would be unblocked. For no allotment, mandate would be revoked and application amount would be unblocked for the investor.

23. Thereafter, Stock Exchange will issue the listing and trading approval.

24. Further, in accordance with the Operational Instructions and Guidelines for Making Application for Debt Public Issue through BSEDirect issued by BSE on December 28, 2020, and May 19, 2022, the investor shall also be responsible for the following:

    i. Investor shall check the Issue details before placing desired bids;

    ii. Investor shall check and understand the UPI mandate acceptance and block of funds process before placing the bid;

    iii. The receipt of the SMS for mandate acceptance is dependent upon the system response/integration of UPI on Debt Public Issue System;

    iv. Investor shall accept the UPI Mandate Requests within the stipulated timeline;

    v. Investor shall note that the transaction will be treated as completed only after the acceptance of mandates by the investor by way of authorizing the transaction by entering their UPI pin and successfully blocking funds through the ASBA process by the investor's bank;

    vi. Investor shall check the status of their bid with respect to the mandate acceptance and blocking of funds for the completion of the transaction; and

    vii. In case the investor does not accept the mandate within stipulated timelines, in such case their bid will not be considered for allocation.

Additional information for Applicants

1. Application Forms submitted by Applicants whose beneficiary accounts are inactive shall be rejected.

2. No separate receipts will be issued for the money blocked on the submission of Application Form. However, the collection centre of the Designated Intermediaries will acknowledge the receipt of the Application Forms by stamping and returning to the Applicant the acknowledgement slip. This acknowledgement slip will serve as the duplicate of the Application Form for the records of the Applicant.

3. Applications should be submitted on the Application Form only. In the event that physical Application Form do not bear the stamp of the Designated Intermediaries, or the relevant Designated Branch, as the case may be, they are liable to be rejected.

4. Application Forms submitted by Applicants shall be for allotment of NCDs only in dematerialized form.

Applicants are advised not to submit Application Forms to Public Issue Account Banks and the same will be rejected in such cases and the Applicants will not be entitled to any compensation whatsoever.

Filing of the Prospectus with ROC

A copy of the Prospectus shall be filed with the ROC in accordance with section 26 of the Companies Act, 2013, as amended, modified and/or supplemented from time to time.

On the Issue Closing Date:

(a) The Applications shall be uploaded until 5.00 p.m. IST or such extended time as permitted by the Stock Exchanges, in case of Applications by all categories of Investors.

(b) Extension of time may be granted by the Stock Exchanges for uploading Bids received by all categories of Investors, after taking into account the total number of bids received up to closure of timings for acceptance of Application Forms as stated herein and as reported by the Lead Managers to the Stock Exchanges.

The Registrar to the Issue shall submit the details of cancelled/withdrawn/deleted applications to the SCSBs on a daily basis from the Issue Opening Date till the Issue Closing Date by obtaining such information from the Stock Exchanges. The SCSBs shall unblock such applications by the closing hours of the Working Day and submit the confirmation to the Lead Managers and the registrar and share transfer agents on a daily basis, as per the format prescribed in the SEBI NCS Master Circular. To avoid duplication, the facility of re-initiation provided to Syndicate Members shall preferably be allowed only once per Bid/batch and as deemed fit by the Stock Exchanges, after closure of the time for uploading Bids.

It is clarified that the Applications shall be processed only after the requisite amount has been blocked in the ASBA account and bids not uploaded on the electronic bidding system or in respect of which the full bid amount is not blocked by SCSBs or not blocked under the UPI Mechanism in the relevant ASBA Account, as the case may be, would be rejected.

Due to limitation of time available for uploading the Bids/ Applications on the Issue Closing Date, Applicants are advised to submit their Bids/ Applications one day prior to the Issue Closing Date and in any case no later than 3.00 p.m. IST on the Issue Closing Date. However, no modification of bid details already uploaded shall be allowed after 5:00 p.m. IST on the Issue Closing Date. Any time mentioned in this Draft Prospectus should be construed as Indian Standard Time. Bidders/ Applicants are cautioned that, in the event a large number of Bids/ Applications are received on the Issue Closing Date, some Bids may not get uploaded due to lack of sufficient time. Such Bids that cannot be uploaded will not be considered for allocation under this Offer/ Issue. Bids will be accepted on the Stock Exchange platform only during Working Days, during the Issue Period and revisions shall not be accepted on Saturdays and public holidays. The Designated Intermediaries shall modify select fields uploaded in the Stock Exchange Platform during the Issue Period till 5.00 pm on the Issue Closing Date after which the Stock Exchange(s) send the bid information to the Registrar to the Issue for further processing. Bids and any revision in Bids shall not be accepted on Saturdays, Sundays and public/bank holidays as declared by the Stock Exchanges. Bids by ASBA Bidders shall be uploaded by the relevant Designated Intermediary in the electronic system to be provided by the Stock Exchanges

Instructions for completing the Application Form

1. Applications must be made in the prescribed Application Form.

2. Application Forms are to be completed in full, in BLOCK LETTERS in ENGLISH and in accordance with the instructions contained in this Draft Prospectus and the Application Form.

3. Incomplete Application Forms are liable to be rejected. Applicants should note that the Designated Intermediaries will not be liable for errors in data entry due to incomplete or illegible Application Forms.

4. Applications are required to be for a minimum of such NCDs and in multiples of one NCD thereafter as specified in the Issue Documents.

5. Thumb impressions and signatures other than in the languages specified in the Eighth Schedule in the Constitution of India must be attested by a Magistrate or a Notary Public or a Special Executive Magistrate under official seal.

6. Applications should be in single or joint names and not exceeding three names, and in the same order as their Depository Participant details and Applications should be made by Karta in case the Applicant is an HUF. Applicants are required to ensure that the PAN Details of the HUF are mentioned and not those of the Karta.

7. If the Application is submitted in joint names, the Application Form should contain only the name of the first Applicant whose name should also appear as the first holder of the depository account held in joint names.

8. Applicants applying for Allotment must provide details of valid and active DP ID, Client ID and PAN clearly and without error. On the basis of such Applicant's active DP ID, Client ID and PAN provided in the Application Form, and as entered into the electronic Application system of the Stock Exchange by the Designated Intermediaries, as the case may be, the Registrar to the Issue will obtain from the Depository the Demographic Details. Invalid accounts, suspended accounts or where such account is classified as invalid or suspended may not be considered for Allotment of the NCDs.

9. Applicants must ensure that their Application Forms are made in a single name.

10. The minimum number of Applications and minimum application size is specified in this Draft Prospectus.

11. Applicants may apply for one or more series of NCDs Applied for in a single Application Form.

12. If the ASBA Account holder is different from the Applicant, the Application Form should be signed by the ASBA Account holder also, in accordance with the instructions provided in the Application Form.

13. Applicant should correctly mention the ASBA Account number and UPI ID in case applying through UPI Mechanism and ensure that funds equal to the Application Amount are available in the ASBA Account before submitting the Application Form and ensure that the signature in the Application Form matches with the signature in the Applicant's bank records.

14. All Applicants are required to tick the relevant column in the "Category of Investor" box in the Application Form.

15. Applications for all the series of the NCDs may be made in a single Application Form only.

The series, mode of allotment, PAN, demat account number, etc. should be captured by the relevant Designated Intermediaries in the data entries as such data entries will be considered for allotment.

Applicants should note that neither the Members of the Consortium nor the other Designated Intermediaries, as the case may be, will be liable for error in data entry due to incomplete or illegible Application Forms. The

Issuer would allot the NCDs as specified in this Draft Prospectus, wherein the Applicants have not indicated their choice of the relevant series of NCDs.

Applicants' PAN, Depository Account and Bank Account Details

ALL APPLICANTS APPLYING FOR ALLOTMENT OF THE NCDS SHOULD MENTION THEIR DP ID, CLIENT ID, PAN AND UPI ID (IN CASE APPLYING THROUGH UPI MECHANISM) IN THE APPLICATION FORM. APPLICANTS MUST ENSURE THAT THE DP ID, CLIENT ID PAN AND UPI ID GIVEN IN THE APPLICATION FORM IS EXACTLY THE SAME AS THE DP ID, CLIENT ID, PAN AND UPI ID AVAILABLE IN THE DEPOSITORY DATABASE. IF THE BENEFICIARY ACCOUNT IS HELD IN JOINT NAMES, THE APPLICATION FORM SHOULD CONTAIN THE NAME AND PAN OF BOTH THE HOLDERS OF THE BENEFICIARY ACCOUNT AND SIGNATURES OF BOTH HOLDERS WOULD BE REQUIRED IN THE APPLICATION FORM.

On the basis of the DP ID, Client ID, PAN and UPI ID provided by them in the Application Form, the Registrar to the Issue will obtain from the Depository the Demographic Details of the Applicants including PAN and MICR code. These Demographic Details would be used for giving Allotment Advice and refunds, if any, to the Applicants. Hence, Applicants are advised to immediately update their Demographic Details (including bank account details) as appearing on the records of the Depository Participant and ensure that they are true and correct. Please note that failure to do so could result in delays in despatch/ credit of refunds, if any, to Applicants, delivery of Allotment Advice or unblocking of ASBA Accounts at the Applicants' sole risk, and neither the Members of the Consortium nor the Designated Intermediaries, nor the Registrar, nor the Banker(s) to the Issue, nor the SCSBs, nor the Issuer shall have any responsibility and undertake any liability for the same.

Applicants should note that in case the DP ID, Client ID and PAN mentioned in the Application Form, as the case may be and entered into the electronic Application system of the Stock Exchanges by the Members of the Consortium or the Designated Intermediaries, as the case may be, do not match with the DP ID, Client ID and PAN available in the Depository database or in case PAN is not available in the Depository database, the Application Form is liable to be rejected and the Issuer, the Members of the Consortium and the other Designated Intermediaries shall not be liable for losses, if any.

These Demographic Details would be used for all correspondence with the Applicants including mailing of the Allotment Advice and for refunds (if any) as applicable. The Demographic Details given by Applicants in the Application Form would not be used for any other purpose by the Registrar to the Issue except in relation to this Issue.

By signing the Application Form, Applicants applying for the NCDs would be deemed to have authorised the Depositories to provide, upon request, to the Registrar, the required Demographic Details as available on its records.

Allotment Advice would be mailed by post or e-mail at the address of the Applicants in accordance with the Demographic Details received from the Depositories. Applicants may note that delivery of Allotment Advice may get delayed if the same once sent to the address obtained from the Depositories are returned undelivered. Further, please note that any such delay shall be at such Applicants' sole risk and neither the Issuer, Banker(s) to the Issue, Registrar to the Issue nor the Lead Managers shall be liable to compensate the Applicant for any losses caused to the Applicants due to any such delay or liable to pay any interest for such delay. In case of refunds through electronic modes as detailed in this Draft Prospectus, refunds may be delayed if bank particulars obtained from the Depository Participant are incorrect.

In case of Applications made under powers of attorney, the Issuer in its absolute discretion, reserves the right to permit the holder of a power of attorney to request the Registrar to the Issue that for the purpose of printing

particulars on and mailing of the Allotment Advice through post, the Demographic Details obtained from the Depository of the Applicant shall be used.

With effect from August 16, 2010, the beneficiary accounts of Applicants for whom PAN details have not been verified shall be suspended for credit and no credit of NCDs pursuant to this Issue will be made into the accounts of the Applicants. Application Forms submitted by Applicants whose beneficiary accounts are inactive shall be rejected. Furthermore, in case no corresponding record is available with the Depositories, which matches the four parameters, namely, DP ID, Client ID, PAN and UPI ID then such Applications are liable to be rejected.

Applicants should note that the NCDs will be allotted to all successful Applicants only in dematerialized form. The Application Forms which do not have the details of the Applicant's depository account, including DP ID, Client ID and PAN and UPI ID (for Retail Individual Investor and High Net Worth Individual Investor Applicants bidding using the UPI mechanism), shall be treated as incomplete and will be rejected.

APPLICATIONS FOR ALLOTMENT OF NCDs IN THE DEMATERIALIZED FORM

Submission of Applications

Applicants can apply for NCDs only using the ASBA facility pursuant to SEBI NCS Master Circular. ASBA Applications can be submitted through either of the following modes:

(a) Physically or electronically to the Designated Branches of the SCSB(s) with whom an Applicant's ASBA Account is maintained. In case of ASBA Application in physical mode, the Applicant shall submit the Application Form at the relevant Designated Branch of the SCSB(s). The Designated Branch shall verify if sufficient funds equal to the Application Amount are available in the ASBA Account and shall also verify that the signature on the Application Form matches with the Investor's bank records, as mentioned in the ASBA Application, prior to uploading such ASBA Application into the electronic system of the Stock Exchange. If sufficient funds are not available in the ASBA Account, the respective Designated Branch shall reject such ASBA Application and shall not upload such ASBA Application in the electronic system of the Stock Exchange. If sufficient funds are available in the ASBA Account, the Designated Branch shall block an amount equivalent to the Application Amount and upload details of the ASBA Application in the electronic system of the Stock Exchange. The Designated Branch of the SCSBs shall stamp the Application Form and issue an acknowledgement as proof of having accepted the Application. In case of Application in the electronic mode, the Applicant shall submit the ASBA Application either through the internet banking facility available with the SCSB, or such other electronically enabled mechanism for application and blocking funds in the ASBA Account held with SCSB, and accordingly register such ASBA Applications.

(b) Physically through the Consortium Member, Lead Managers, or Trading Members of the Stock Exchange only at the Specified Cities i.e. Syndicate ASBA. Kindly note that ASBA Applications submitted to the Consortium Member, Lead Managers or Trading Members of the Stock Exchange at the Specified Cities will not be accepted if the SCSB where the ASBA Account is maintained, as specified in the ASBA Application, is maintained has not named at least one branch at that Specified City for the Consortium Member, Lead Managers or Trading Members of the Stock Exchange, as the case may be, to deposit ASBA Applications (A list of such branches is available at http://www.sebi.gov.in/sebiweb/home/list/5/33/0/0/Recognised-Intermediaries).

(c) A UPI Investor making an Application in the Issue under the UPI Mechanism, where the Application Amount is upto ₹ 5,00,000, can submit his Application Form physically to a SCSB or a Designated Intermediary. The Designated Intermediary shall upload the application details along with the UPI ID on the Stock Exchange bidding platform using appropriate protocols. Kindly note that in this case, the Application Amount will be blocked through the UPI Mechanism.

A UPI Investor may also submit the Application Form for the Issue through BSE Direct, wherein the Application will be automatically uploaded onto the Stock Exchange bidding platform and an amount equivalent to the Application Amount shall be blocked using the UPI Mechanism.

Upon receipt of the Application Form by the Designated Intermediaries, an acknowledgement shall be issued by giving the counter foil of the Application Form to the Applicant as proof of having accepted the Application. Thereafter, the details of the Application shall be uploaded in the electronic system of the Stock Exchange and the Application Form shall be forwarded to the relevant branch of the SCSB, in the relevant Specified City, named by such SCSB to accept such ASBA Applications from the Designated Intermediaries (A list of such branches is available at https://www.sebi.gov.in/sebiweb/other/OtherAction.do?doRecognised=yes). Upon receipt of the ASBA Application, the relevant branch of the SCSB shall perform verification procedures including verification of the Applicant's signature with his bank records and check if sufficient funds equal to the Application Amount are available in the ASBA Account, as mentioned in the ASBA Form. If sufficient funds are not available in the ASBA Account, the relevant ASBA Application is liable to be rejected. If sufficient funds are available in the ASBA Account, the relevant branch of the SCSB shall block an amount equivalent to the Application Amount mentioned in the ASBA Application. The Application Amount shall remain blocked in the ASBA Account until approval of the Basis of Allotment and consequent transfer of the amount against the Allotted NCDs to the Public Issue Account(s), or until withdrawal/ failure of the Issue or until withdrawal/ rejection of the Application Form, as the case may be.

In case of Application involving an Application by an RIB or HNI through UPI Mechanism, if an Applicant submits the Application Form with a Designated Intermediary and uses his/ her bank account linked UPI ID for the purpose of blocking of funds, where the application value is up to UPI Application Limit, the Application Amount will be blocked through the UPI Mechanism once the mandate request has been successfully accepted by the Applicant and the Designated Intermediary shall upload the Application on the bidding platform developed by the Stock Exchange. If an Applicant submits the Application Form through the application or web interface developed by Stock Exchange, the bid will automatically be uploaded onto the Stock Exchange bidding platform and the amount will be blocked using the UPI Mechanism once the mandate request has been successfully accepted by the Applicant.

Applicants must note that:

(a) Physical Application Forms will be available with the Designated Branches of the SCSBs and with the Lead Managers and Trading Members of the Stock Exchange at the Specified Cities; and electronic Application Forms will be available on the websites of the SCSBs and the Stock Exchange at least one day prior to the Issue Opening Date. Application Forms will also be provided to the Trading Members of the Stock Exchange at their request. The Application Forms would be serially numbered. Further, the SCSBs will ensure that this Draft Prospectus is made available on their websites. The physical Application Form submitted to the Designated Intermediaries shall bear the stamp of the relevant Designated Intermediary. In the event the Application Form does not bear any stamp, the same shall be liable to be rejected.

(b) The Designated Branches of the SCSBs shall accept ASBA Applications directly from Applicants only during the Issue Period. The SCSB shall not accept any ASBA Applications directly from Applicants after the closing time of acceptance of Applications on the Issue Closing Date. However, in case of Syndicate ASBA, the relevant branches of the SCSBs at Specified Cities can accept ASBA Applications from the Lead Managers or Trading Members of the Stock Exchange, as the case may be, after the closing time of acceptance of Applications on the Issue Closing Date. For further information on the Issue program, please see section titled "*Issue Related Information*" on page 334.

(c) In case of Applications through Syndicate ASBA, the physical Application Form shall bear the stamp of

the Lead Managers or Consortium Member or Trading Members of the Stock Exchange, as the case maybe, if not, the same shall be rejected. Application Forms directly submitted to SCSBs should bear the stamp of SCSBs, if not, the same are liable to be rejected.

Please note that Applicants can make an Application for Allotment of NCDs in the dematerialized form only.

Submission of Direct Online Applications

Please note that clarifications and/or confirmations regarding the implementation of the requisite infrastructure and facilities in relation to direct online applications and online payment facility have been sought from the Stock Exchanges. In the event the Direct Online Application facility is implemented by the Stock Exchanges, relevant "know your customer" details of such Applicants will be validated online from the Depositories, on the basis of the DP ID and Client ID provided by them in the Application Form. On successful submission of a Direct Online Application, the Applicant will receive a system-generated unique application number ("**UAN**") and an SMS or an e-mail confirmation on credit of the requisite Application Amount paid through the online payment facility with the Direct Online Application. On Allotment, the Registrar to the Issue shall credit NCDs to the beneficiary account of the Applicant and in case of refund, the refund amount shall be credited directly to the Applicant's bank account. Applicants applying through the Direct Online Application facility must preserve their UAN and quote their UAN in: (a) any cancellation/withdrawal of their Application; (b) in queries in connection with Allotment of NCDs and/or refund(s); and/or (c) in all investor grievances/complaints in connection with the Issue. As per the SEBI NCS Master Circular, the availability of the Direct Online Applications facility is subject to the Stock Exchanges putting in place the necessary systems and infrastructure, and accordingly the aforementioned disclosures are subject to any further clarifications, notification, modification deletion, direction, instructions and/or correspondence that may be issued by the Stock Exchanges and/or SEBI.

INSTRUCTIONS FOR FILLING-UP THE APPLICATION FORM

General Instructions

A. General instructions for completing the Application Form

- Applications must be made in prescribed Application Form only;
- Applicants should ensure that their Application Form is submitted either at a Designated Branch of a SCSB where the ASBA Account is maintained or with the Members of the Syndicate or Trading Members of the stock exchange(s) at the Specified Cities, and not directly to the escrow collecting banks (assuming that such bank is not a SCSB) or to the Issuer or the Registrar to the Issue.
- Applications through Syndicate ASBA, before submitting the physical Application Form to the Members of the Syndicate or Trading Members of the stock exchange(s), ensure that the SCSB where the ASBA Account, as specified in the ASBA Form, is maintained has named at-least one branch in that Specified City for the Members of the Syndicate or Trading Members of the stock exchange(s), as the case may be, to deposit ASBA Forms (A list of such branches is available at https://www.sebi.gov.in/sebiweb/other/OtherAction.do?doRecognised=yes).
- Application Forms must be completed in block letters in English, as per the instructions contained in this Draft Prospectus, the Prospectus, the Abridged Prospectus and the Application Form.
- Applications should be in single or joint names and not exceeding three names, and in the same order as their Depository Participant details (in case of Applicants applying for Allotment of the NCDs in dematerialised form) and Applications should be made by Karta in case the Applicant is an HUF. Please

ensure that such Applications contain the PAN of the HUF and not of the Karta. If the Application is submitted in joint names, the Application Form should contain only the name of the first Applicant whose name should also appear as the first holder of the depository account held in joint names.

- Applicants must apply for Allotment in dematerialised form and must provide details of valid and active DP ID, Client ID and PAN clearly and without error. On the basis of such Applicant's active DP ID, Client ID and PAN provided in the Application Form, and as entered into the electronic Application system of Stock Exchange by SCSBs, the Members of the Syndicate at the Syndicate ASBA Application Locations and the Trading Members, as the case may be, the Registrar will obtain from the Depository the Demographic Details. Invalid accounts, suspended accounts or where such account is classified as invalid or suspended may not be considered for Allotment of the NCDs.

- The minimum number of Applications and minimum application size is specified in this Draft Prospectus. Applicants may apply for one or more series of NCDs Applied for in a single Application Form.

- Applications must be for a minimum of 10 (Ten) NCDs and in multiples of 1 NCD thereafter. For the purpose of fulfilling the requirement of minimum application size of 10 (Ten) NCDs, an Applicant may choose to apply for 10 (Ten) NCDs or more in a single Application Form.

- If the depository account is held in joint names, the Application Form should contain the name and PAN of the person whose name appears first in the depository account and signature of only this person would be required in the Application Form. This Applicant would be deemed to have signed on behalf of joint holders and would be required to give confirmation to this effect in the Application Form.

- Applications should be made by Karta in case of HUFs. Applicants are required to ensure that the PAN details of the HUF are mentioned and not those of the Karta;

- Thumb impressions and signatures other than in English/Hindi/Gujarati/Marathi or any other languages specified in the 8th Schedule of the Constitution needs to be attested by a Magistrate or Notary Public or a Special Executive Magistrate under his/her seal;

- No separate receipts will be issued for the money payable on the submission of the Application Form. However, the Lead Managers, Consortium Member, Trading Members of the Stock Exchange or the Designated Branches of the SCSBs, as the case may be, will acknowledge the receipt of the Application Forms by stamping and returning to the Applicants the acknowledgement slip. This acknowledgement slip will serve as the duplicate of the Application Form for the records of the Applicant. Applicants must ensure that the requisite documents are attached to the Application Form prior to submission and receipt of acknowledgement from the relevant Lead Managers, Consortium Member, Trading Member of the Stock Exchange or the Designated Branch of the SCSBs, as the case may be.

- The Designated Intermediaries or the Designated Branches of the SCSBs, as the case may be, will acknowledge the receipt of the Application Forms by stamping and returning to the Applicants the acknowledgement slip. This acknowledgement slip will serve as the duplicate of the Application Form for the records of the Applicant. Applicants must ensure that the requisite documents are attached to the Application Form prior to submission and receipt of acknowledgement from the relevant Designated Intermediaries or the Designated Branch of the SCSBs, as the case may be.

- Every Applicant should hold valid Permanent Account Number (PAN) and mention the same in the Application Form and submit the same. Applicant without PAN is liable to be rejected, irrespective of the amount.

- All Applicants are required to tick the relevant column of "Category of Investor" in the Application Form.

- ASBA will be the default "Mode of Application" as per the SEBI NCS Master Circular.

- Applicants should correctly mention the ASBA Account number and ensure that funds equal to the Application Amount are available in the ASBA Account before submitting the Application Form to the Designated Branch and also ensure that the signature in the Application Form matches with the signature in Applicant's bank records, otherwise the Application is liable to be rejected.

- Applicants must provide details of valid and active DP ID, UPI ID, Client ID and PAN clearly and without error. On the basis of such Applicant's active DP ID, UPI ID, Client ID and PAN provided in the Application Form, and as entered into the electronic Application system of Stock Exchange by SCSBs, the Designated Intermediaries, the Registrar will obtain from the Depository the Demographic Details. Invalid accounts, suspended accounts or where such account is classified as invalid or suspended may not be considered for Allotment of the NCDs. If the ASBA Account holder is different from the Applicant, the Application Form should be signed by the ASBA Account holder, in accordance with the instructions provided in the Application Form. Not more than five Applications can be made from one single ASBA Account.

- For Applicants, the Applications in physical mode should be submitted to the SCSBs or a member of the Syndicate or to the Trading Members of the Stock Exchange on the prescribed Application Form. SCSBs may provide the electronic mode for making Application either through an internet enabled banking facility or such other secured, electronically enabled mechanism for Application and blocking funds in the ASBA Account;

- Application Forms should bear the stamp of the Member of the Syndicate, Trading Member of the Stock Exchange, Designated Intermediaries and/or Designated Branch of the SCSB. Application Forms which do not bear the stamp will be rejected.

- Applicant should correctly mention the ASBA Account number and UPI ID in case applying through UPI Mechanism and ensure that funds equal to the Application Amount are available in the ASBA Account before submitting the Application Form and ensure that the signature in the Application Form matches with the signature in the Applicant's bank records.

The series, mode of allotment, PAN, demat account no. etc. should be captured by the relevant Lead Managers, Consortium Member, Trading Member of the Stock Exchange in the data entries as such data entries will be considered for allotment.

Applicants should note that neither the Designated Intermediaries nor SCSBs, as the case may be, will be liable for error in data entry due to incomplete or illegible Application Forms.

B. Applicant's Beneficiary Account and Bank Account Details

ALL APPLICANTS APPLYING FOR ALLOTMENT OF THE NCDS SHOULD MENTION THEIR DP ID, UPI ID (IN CASE APPLYING THROUGH UPI MECHANISM), CLIENT ID AND PAN IN THE APPLICATION FORM. APPLICANTS MUST ENSURE THAT THE DP ID, UPI ID, CLIENT ID AND PAN GIVEN IN THE APPLICATION FORM IS EXACTLY THE SAME AS THE DP ID, UPI ID, CLIENT ID AND PAN AVAILABLE IN THE DEPOSITORY DATABASE. IF THE BENEFICIARY ACCOUNT IS HELD IN JOINT NAMES, THE APPLICATION FORM SHOULD CONTAIN THE NAME AND PAN OF BOTH THE HOLDERS OF THE BENEFICIARY

ACCOUNT AND SIGNATURES OF BOTH HOLDERS WOULD BE REQUIRED IN THE APPLICATION FORM.

Applicants applying for Allotment in dematerialized form must mention their DP ID, Client ID, PAN and UPI ID (in case applying through UPI Mechanism) in the Application Form and ensure that the name provided in the Application Form is exactly the same as the name in which the Beneficiary Account is held. In case the Application Form for Allotment in dematerialized form is submitted in the first Applicant's name, it should be ensured that the Beneficiary Account is held in the same joint names and in the same sequence in which they appear in the Application Form. In case the DP ID, Client ID and PAN mentioned in the Application Form for Allotment in dematerialized form and entered into the electronic system of the Stock Exchange do not match with the DP ID, Client ID and PAN available in the Depository database or in case PAN is not available in the Depository database, the Application Form for Allotment in dematerialized form is liable to be rejected. Further, Application Forms submitted by Applicants applying for Allotment in dematerialized form, whose beneficiary accounts are inactive, will be rejected.

On the basis of the DP ID and Client ID provided by the Applicant in the Application Form for Allotment in dematerialized form and entered into the electronic system of the Stock Exchange, the Registrar to the Issue will obtain from the Depositories the Demographic Details of the Applicant including PAN, address, bank account details for printing on refund orders/sending refunds through electronic mode, Magnetic Ink Character Recognition ("**MICR**") Code and occupation. These Demographic Details would be used for giving Allotment Advice and refunds (including through physical refund warrants, direct credit, NACH, NEFT and RTGS), if any, to the Applicants. Hence, Applicants are advised to immediately update their Demographic Details as appearing on the records of the DP and ensure that they are true and correct, and carefully fill in their Beneficiary Account details in the Application Form. Failure to do so could result in delays in dispatch/credit of refunds to Applicants and delivery of Allotment Advice at the Applicants' sole risk, and neither the Issuer, the Lead Managers, Trading Members of the Stock Exchange, Public Issue Account Bank(s), SCSBs, Registrar to the Issue nor the Stock Exchange will bear any responsibility or liability for the same.

Applicants should note that in case the DP ID, Client ID and PAN mentioned in the Application Form, as the case may be and entered into the electronic Application system of the Stock Exchange by the Consortium Member or the Designated Intermediaries, as the case may be, do not match with the DP ID, Client ID and PAN available in the Depository database or in case PAN is not available in the Depository database, the Application Form is liable to be rejected and the Issuer, the Consortium Member and the other Designated Intermediaries shall not be liable for losses, if any.

The Demographic Details would be used for correspondence with the Applicants including mailing of the Allotment Advice and printing of bank particulars on the refund orders, or for refunds through electronic transfer of funds, as applicable. Allotment Advice and physical refund orders (as applicable) would be mailed at the address of the Applicant as per the Demographic Details received from the Depositories. Applicants may note that delivery of refund orders/ Allotment Advice may get delayed if the same once sent to the address obtained from the Depositories are returned undelivered. In such an event, the address and other details given by the Applicant in the Application Form would be used only to ensure dispatch of refund orders. Please note that any such delay shall be at such Applicants sole risk and neither the Issuer, the Lead Managers, Trading Members of the Stock Exchange, Public Issue Account Banks, SCSBs, Registrar to the Issue nor the Stock Exchange shall be liable to compensate the Applicant for any losses caused to the Applicant due to any such delay or liable to pay any interest for such delay. In case of refunds through electronic modes as detailed in this Draft Prospectus, refunds may be delayed if bank particulars obtained from the Depository Participant are incorrect.

In case of Applications made under power of attorney, the Issuer in its absolute discretion, reserves the right to permit the holder of Power of Attorney to request the Registrar that for the purpose of printing particulars on the refund order and mailing of refund orders/ Allotment Advice, the demographic details obtained from the Depository of the Applicant shall be used. By signing the Application Form, the Applicant would have deemed to have authorized the Depositories to provide, upon request, to the Registrar to the Issue, the required Demographic Details as available on its records. The Demographic Details given by Applicant in the Application Form would not be used for any other purpose by the Registrar to the Issue except in relation to the Issue.

With effect from August 16, 2010, the beneficiary accounts of Applicants for whom PAN details have not been verified shall be suspended for credit and no credit of NCDs pursuant to the Issue will be made into the accounts of such Applicants. Application Forms submitted by Applicants whose beneficiary accounts are inactive shall be rejected. Furthermore, in case no corresponding record is available with the Depositories, which matches the three parameters, namely, DP ID, Client ID and PAN, then such Application are liable to be rejected.

Applicants should note that the NCDs will be allotted to all successful Applicants only in dematerialized form. The Application Forms which do not have the details of the Applicant's depository account, including DP ID, Client ID and PAN and UPI ID (for retail individual investor and High Net Worth Individual Investor Applicants bidding using the UPI mechanism), shall be treated as incomplete and will be rejected.

C. Permanent Account Number (PAN)

The Applicant should mention his or her Permanent Account Number (PAN) allotted under the IT Act. For minor Applicants, applying through the guardian, it is mandatory to mention the PAN of the minor Applicant. However, Applications on behalf of the Central or State Government officials and the officials appointed by the courts in terms of a SEBI Master Circular for Registrar to an Issue and Share Transfer Agents bearing circular number HO/38/13/(4)2026-MIRSD-POD/I/4298/2026 dated February 6, 2026 ("**SEBI RTA Master Circular**") and Applicants residing in the state of Sikkim who in terms of a SEBI Master Circular on Know Your Client (KYC) Norms for the Securities Market bearing reference number SEBI/HO/MIRSD/SECFATF/P/CIR/2023/169 dated October 12, 2023 ("**SEBI KYC Circular**") may be exempt from specifying their PAN for transacting in the securities market. In accordance with the SEBI RTA Master Circular, the PAN would be the sole identification number for the participants transacting in the securities market, irrespective of the amount of transaction. Any Application Form, without the PAN is liable to be rejected, irrespective of the amount of transaction. It is to be specifically noted that the Applicants should not submit the GIR number instead of the PAN as the Application is liable to be rejected on this ground.

However, the exemption for the Central or State Government and the officials appointed by the courts and for investors residing in the State of Sikkim is subject to the Depository Participants' verifying the veracity of such claims by collecting sufficient documentary evidence in support of their claims. At the time of ascertaining the validity of these Applications, the Registrar to the Issue will check under the Depository records for the appropriate description under the PAN field i.e. either Sikkim category or exempt category.

D. Joint Applications

Applications can be made in joint names (not exceeding three). In the case of joint Applications, all payments will be made out in favour of the first Applicant. All communications will be addressed to first named in the Application whose name appears in the Application Form and at the address mentioned therein. If the depository account is held in joint names, the Application Form should contain the name and PAN of the

person whose name appears first in the depository account and signature of only this person would be required in the Application Form. This Applicant would be deemed to have signed on behalf of joint holders and would be required to give confirmation to this effect in the Application Form

E. Additional/ Multiple Applications

An Applicant is allowed to make one or more Applications for the NCDs, for the same or other Options of NCDs, subject to a minimum application size of ₹ 10,000 and in multiples of ₹1,000 thereafter as specified in this Draft Prospectus. Any Application for an amount below the aforesaid minimum application size will be deemed as an invalid application and shall be rejected. However, multiple Applications by the same individual Applicant aggregating to a value exceeding ₹ 200,000 shall deem such individual Applicant to be a HNI Applicant and all such Applications shall be grouped in the HNI Portion, for the purpose of determining the basis of allotment to such Applicant. However, any Application made by any person in his individual capacity and an Application made by such person in his capacity as a karta of a Hindu Undivided family and/or as Applicant (second or third Applicant), shall not be deemed to be a multiple Application. For the purposes of allotment of NCDs under the Issue, Applications shall be grouped based on the PAN, i.e. Applications under the same PAN shall be grouped together and treated as one Application. Two or more Applications will be deemed to be multiple Applications if the sole or first Applicant is one and the same. For the sake of clarity, two or more applications shall be deemed to be a multiple Application for the aforesaid purpose if the PAN of the sole or the first Applicant is one and the same.

F. Unified Payments Interface (UPI)

Pursuant to the SEBI NCS Master Circular, the UPI Mechanism is an applicable payment mechanism for public debt issues (in addition to the mechanism of blocking funds maintained with SCSBs under ASBA) for applications by retail individual bidders and High Net Worth Individuals through Designated Intermediaries. All SCSBs offering the facility of making applications in public issues shall also provide the facility to make applications using UPI. The Issuer will be required to appoint one SCSB as a Sponsor Bank to act as a conduit between the Stock Exchange and National Payments Corporation of India in order to facilitate the collection of requests and/or payment instructions of the investors.

Process for investor application submitted with UPI as mode of payment

a. Before submission of the application with the intermediary, the investor would be required to have / create a UPI ID, with a maximum length of 45 characters including the handle (Example: InvestorID@bankname).

b. An investor shall fill in the bid details in the application form along with his/ her bank account linked UPI ID and submit the application with any of the intermediaries or through the Stock Exchange App/ Web interfaces, or any other methods as may be permitted.

c. The intermediary, upon receipt of form, shall upload the bid details along with the UPI ID on the Stock Exchange(s) bidding platforms using appropriate protocols.

d. Once the bid has been entered in the bidding platform, the Stock Exchange(s) shall undertake validation of the PAN and Demat account combination details of investor with the depository.

e. The Depository shall validate the aforesaid PAN and Demat account details on a near real time basis and send response to the Stock Exchange(s) which would be shared by the Stock Exchange(s) with the Designated Intermediaries through its platform, for corrections, if any.

f. Once the bid details are uploaded on the Stock Exchange(s) platforms, the Stock Exchange(s) shall send an SMS to the investor regarding submission of his / her application, at the end of day, during the bidding period.

g. Post undertaking validation with the Depository, the Stock Exchange(s) shall, on a continuous basis, electronically share the bid details along with investors UPI ID, with the Sponsor Bank appointed by the Issuer.

h. The Sponsor Bank shall initiate a mandate request on the investor i.e. request the investor to authorize blocking of funds equivalent to application amount and subsequent debit of funds in case of allotment.

i. The request raised by the Sponsor Bank, would be electronically received by the investor as a SMS / intimation on his / her mobile no. / mobile app, associated with the UPI ID linked bank account.

j. The investor shall be able to view the amount to be blocked as per his / her bid in such intimation. The investor shall be able to view an attachment wherein the public issue bid details submitted by investor will be visible. After reviewing the details properly, the investor shall be required to proceed to authorise the mandate. Such mandate raised by sponsor bank would be a one-time mandate for each application in the Issue.

k. An investor is required to accept the UPI mandate latest by 5.00 pm on the third working day from the day of bidding on the Stock Exchange platforms except for the last day of the Issue Period or any other modified closure date of the Issue Period in which case, he / she is required to accept the UPI mandate latest by 5.00 on the Issue Closing Date.

l. An investor shall not be allowed to add or modify the bid(s) of the application except for modification of either DP ID/Client ID, or PAN ID but not both. However, the investor can withdraw the bid(s) and reapply.

m. For mismatch bids, stock exchange(s) shall allow modification of selected fields in the bid details already uploaded on successful validation of PAN and DP ID/ Client ID from Issue Opening Date till 5:00 p.m. IST on the Issue Closing Date.

n. The facility of re-initiation/ resending the UPI mandate shall be available only till 5.00 pm on the day of bidding.

o. Upon successful validation of block request by the investor, as above, the said information would be electronically received by the investors' bank, where the funds, equivalent to application amount, would get blocked in investors account. Intimation regarding confirmation of such block of funds in investors account would also be received by the investor.

p. The information containing status of block request (e.g. accepted / decline / pending) would also be shared with the Sponsor Bank, which in turn would be shared with the Stock Exchange(s). The block request status would also be displayed on the Stock Exchange(s) platforms for information of the intermediary.

q. The information received from Sponsor Bank, would be shared by the Stock Exchange(s) with the RTA in the form of a file for the purpose of reconciliation.

r. Post Issue closure, the Stock Exchange(s) shall share the bid details with the RTA. Further, the Stock Exchange(s) shall also provide the RTA, the final file received from the Sponsor Bank, containing status

of blocked funds or otherwise, along with the bank account details with respect to applications made using UPI ID.

s. The allotment of debt securities shall be done as SEBI NCS Master Circular.

t. The RTA, based on information of bidding and blocking received from the Stock Exchange, shall undertake reconciliation of the bid data and block confirmation corresponding to the bids by all investor category applications (with and without the use of UPI) and prepare the basis of allotment.

u. Upon approval of the basis of allotment, the RTA shall share the 'debit' file with Sponsor bank (through Stock Exchange) and SCSBs, as applicable, for credit of funds in the public issue account and unblocking of excess funds in the investor's account. The Sponsor Bank, based on the mandate approved by the investor at the time of blocking of funds, shall raise the debit / collect request from the investor's bank account, whereupon funds will be transferred from investor's account to the public issue account and remaining funds, if any, will be unblocked without any manual intervention by investor or their bank.

v. Upon confirmation of receipt of funds in the public issue account, the securities would be credited to the investor's account. The investor will be notified for full/partial allotment. For partial allotment, the remaining funds would be unblocked. For no allotment, mandate would be revoked and application amount would be unblocked for the investor.

w. Thereafter, Stock Exchanges will issue the listing and trading approval. Further, in accordance with the Operational Instructions and Guidelines for Making Application for Public Issue of Debt Securities through BSE Direct issued by BSE on December 28, 2020 the investor shall also be responsible for the following:

    i. Investor shall check the Issue details before placing desired bids;

    ii. Investor shall check and understand the UPI mandate acceptance and block of funds process before placing the bid;

    iii. The receipt of the SMS for mandate acceptance is dependent upon the system response/ integration of UPI on Debt Public Issue System;

    iv. Investor shall accept the UPI Mandate Requests within the stipulated timeline;

    v. Investor shall note that the transaction will be treated as completed only after the acceptance of mandates by the investor by way of authorising the transaction by entering their UPI pin and successfully blocking funds through the ASBA process by the investor's bank;

    vi. Investor shall check the status of their bid with respect to the mandate acceptance and blocking of funds for the completion of the transaction; and

    vii. In case the investor does not accept the mandate within stipulated timelines, in such case their bid will not be considered for allocation.

x. The Investors are advised to read the operational guidelines mentioned for Making Application for Public Issue of Debt Securities through BSE Direct issued by BSE on December 28, 2020 for Introduction of Unified Payment Interface (UPI) before investing through the through the app/ web interface of the Stock Exchange(s).

Kindly note, the Stock Exchange(s) shall be responsible for addressing investor grievances arising from Applications submitted online through the App based/ web interface platform of Stock Exchanges or through their Trading Members. Further, the collecting bank shall be responsible for addressing any investor grievances arising from non-confirmation of funds to the Registrar despite successful realization/blocking of funds, or any delay or operational lapse by the collecting bank in sending the Application forms to the Registrar.

Electronic registration of Applications

(a) The Designated Intermediaries and Designated Branches of the SCSBs, as the case may be, will register the Applications using the on-line facilities of the Stock Exchange. Direct Online Applications will be registered by Applicants using the online platform offered by the Stock Exchange. The Lead Managers, the Issuer, and the Registrar to the Issue are not responsible for any acts, mistakes or errors or omission and commissions in relation to (i) the Applications accepted by the SCSBs, (ii) the Applications uploaded by the SCSBs, (iii) the Applications accepted but not uploaded by the SCSBs, (iv) Applications accepted and uploaded by the SCSBs without blocking funds in the ASBA Accounts or (v) Applications accepted and uploaded by Trading members of the Stock Exchange or (vi) the Applications accepted by and/or uploaded by and/or accepted but not uploaded by Consortium Member, Trading Members, Registered Brokers, CDPs, CRTAs and SCSBs who are authorised to collect Application Forms. In case of apparent data entry error by the Designated Intermediaries or Designated Branches of the SCSBs, as the case may be, in entering the Application Form number in their respective schedules other things remaining unchanged, the Application Form may be considered as valid and such exceptions may be recorded in minutes of the meeting submitted to the Designated Stock Exchange. However, the series, mode of allotment, PAN, demat account no. etc. should be captured by the relevant Designated Intermediaries or Designated Branches of the SCSBs in the data entries as such data entries will be considered for allotment/rejection of Application.

(b) The Stock Exchange will offer an electronic facility for registering Applications for the Issue. This facility will be available on the terminals of Designated Intermediaries and the SCSBs during the Issue Period. Designated Intermediaries can also set up facilities for off-line electronic registration of Applications subject to the condition that they will subsequently upload the off-line data file into the on-line facilities for Applications on a regular basis, and before the expiry of the allocated time on the Issue Closing Date. On the Issue Closing Date, Designated Intermediaries and Designated Branches of SCSBs shall upload the Applications till such time as may be permitted by the Stock Exchange. This information will be available with the Syndicate Members and the other Designated Intermediaries on a regular basis. Applicants are cautioned that a high inflow of high volumes on the last day of the Issue Period may lead to some Applications received on the last day not being uploaded and such Applications will not be considered for allocation. For further information on the Issue program, please see "*Issue Structure*" on page 334.

(c) Based on the aggregate demand for Applications registered on the electronic facilities of the Stock Exchange, a graphical representation of consolidated demand for the NCDs, as available on the websites of the Stock Exchange, would be made available at the Application centres as provided in the Application Form during the Issue Period.

(d) At the time of registering each Application, the Designated Intermediaries, shall enter the details of the Applicant, such as the Application Form number, PAN, Applicant category, DP ID, Client ID, number and Option(s) of NCDs applied, Application Amounts and any other details that may be prescribed by the online uploading platform of the Stock Exchange.

(e) With respect to Applications submitted directly to the SCSBs at the time of registering each Application, other than Direct Online Applications, the Designated Branches of the SCSBs shall enter the requisite details of the Applicants in the on-line system including:

- Application Form number
- PAN (of the first Applicant, in case of more than one Applicant)
- Investor category and sub-category
- DP ID
- Client ID
- UPI ID (if applicable)
- Option of NCDs applied for
- Number of NCDs applied for
- Price per NCD
- Bank code for the SCSB where the ASBA Account is maintained
- Bank account number
- Application amount

(f) With respect to Applications submitted to the Designated Intermediaries at the time of registering each Application, the requisite details of the Applicants shall be entered in the on-line system including:

- Application Form number
- PAN (of the first Applicant, in case of more than one Applicant)
- Investor category and sub-category
- DP ID
- Client ID
- UPI ID (if applicable)
- Option of NCDs applied for
- Number of NCDs applied for
- Price per NCD
- Bank code for the SCSB where the ASBA Account is maintained
- Location
- Application amount

(g) A system generated Acknowledgement Slip will be given to the Applicant as a proof of the registration of his Application. It is the Applicant's responsibility to obtain the Acknowledgement Slip from the Syndicate

Members or the other Designated Intermediaries, as the case may be. The registration of the Applications by the Designated Intermediaries does not guarantee that the NCDs shall be allocated/ Allotted by the Issuer. Such Acknowledgement Slip will be non-negotiable and by itself will not create any obligation of any kind.

(h) The permission given by the Stock Exchange to use their network and software of the online system should not in any way be deemed or construed to mean that the compliance with various statutory and other requirements by the Issuer, and/or the Lead Managers are cleared or approved by the Stock Exchange; nor does it in any manner warrant, certify or endorse the correctness or completeness of any of the compliance with the statutory and other requirements nor does it take any responsibility for the financial or other soundness of the Issuer, the management or any scheme or project of the Issuer; nor does it in any manner warrant, certify or endorse the correctness or completeness of any of the contents of this Draft Prospectus; nor does it warrant that the NCDs will be listed or will continue to be listed on the Stock Exchange.

(i) In case of apparent data entry error by the Designated Intermediaries, in entering the Application Form numbers in their respective schedules, other things remaining unchanged, the Application Form may be considered as valid or such exceptions may be recorded in minutes of the meeting submitted to the Designated Stock Exchange.

(j) Only Applications that are uploaded on the online system of the Stock Exchange shall be considered for Allotment. The Designated Intermediaries shall capture all data relevant for the purposes of finalizing the Basis of Allotment while uploading Application data in the electronic systems of the Stock Exchange. In order that the data so captured is accurate, Designated Intermediaries can modify/ verify certain selected fields uploaded in the online system during the Issue Period until 5.00 p.m. on the Issue Closing Date after which the data will be sent to the Registrar to the Issue for reconciliation with the data available with the NSDL and CDSL.

General Instructions

Do's and Don'ts Applicants are advised to take note of the following while filling and submitting the Application Form.

Do's

1. Check if you are eligible to apply as per the terms of this Draft Prospectus and applicable law;

2. Read all the instructions carefully and complete the Application Form in the prescribed form;

3. Ensure that you have obtained all necessary approvals from the relevant statutory and/or regulatory authorities to apply for, subscribe to and/or seek Allotment of NCDs pursuant to the Issue;

4. Ensure that the DP ID and Client ID and PAN mentioned in the Application Form, which shall be entered into the electronic system of the Stock Exchange are correct and match with the DP ID, Client ID and PAN available in the Depository database. Ensure that the DP ID and Client ID are correct and beneficiary account is activated. The requirement for providing Depository Participant details shall be mandatory for all Applicants;

5. Ensure that you have mentioned the correct ASBA Account number (i.e., bank account number or UPI ID, as applicable) in the Application Form;

6. Ensure that the Application Form is signed by the ASBA Account holder in case the Applicant is not the ASBA account holder;

7. Ensure that you have funds equal to the Application Amount in the ASBA Account before submitting the Application Form to the respective Designated Branch of the SCSB, or to the Intermediaries, as the case may be;

8. Ensure that the Application Forms are submitted at the Designated Branches of SCSBs or the Bidding Centres provided in the Application Forms, bearing the stamp of the relevant Designated Intermediaries/Designated branch of the SCSB as the case may be;

9. Before submitting the Application Form with the Designated Intermediaries ensure that the SCSB, whose name has been filled in the Application Form, has named a branch in that relevant Bidding Centre;

10. Ensure that you have been given an acknowledgement as proof of having accepted the Application Form;

11. In case of any revision of Application in connection with any of the fields which are not allowed to be modified on the electronic application platform of the Stock Exchange as per the procedures and requirements prescribed by each relevant Stock Exchange, ensure that you have first withdrawn your original Application and submit a fresh Application. For instance, as per the notice No: 20120831-22 dated August 31, 2012, issued by the BSE, fields namely, quantity, series, application no., sub-category codes will not be allowed for modification during the Issue. In such a case the date of the fresh Application will be considered for date priority for allotment purposes;

12. Ensure that signatures other than in the languages specified in the Eighth Schedule to the Constitution of India is attested by a Magistrate or a Notary Public or a Special Executive Magistrate under official seal;

13. Ensure that you mention your PAN in the Application Form. In case of joint Applicants, the PAN of all the Applicants should be provided, and for HUFs, PAN of the HUF should be provided. Any Application Form without the PAN is liable to be rejected. Applicants should not submit the GIR Number instead of the PAN as the Application is liable to be rejected on this ground;

14. Ensure that the DP ID, the Client ID and the PAN mentioned in the Application Form, which shall be entered into the electronic system of the Stock Exchange, match with the DP ID, Client ID and PAN available in the Depository database;

15. In case of an HUF applying through its Karta, the Applicant is required to specify the name of an Applicant in the Application Form as 'XYZ Hindu Undivided Family applying through PQR', where PQR is the name of the Karta. However, the PAN of the HUF should be mentioned in the Application Form and not that of the Karta;

16. Ensure that the Applications are submitted to the Lead Managers, Consortium Member, Trading Members of the Stock Exchange or Designated Branches of the SCSBs, as the case may be, before the closure of application hours on the Issue Closing Date. For further information on the Issue program, please see the section titled "Issue Related Information" on page 334.

17. Ensure that the Demographic Details including PAN are updated, true and correct in all respects;

18. Ensure that you have correctly signed the authorisation /undertaking box in the Application Form or have otherwise provided an authorisation to the SCSB or Sponsor Bank, as applicable, via the electronic mode, for blocking funds in the ASBA Account equivalent to the Bid Amount mentioned in the Application Form, as the case may be, at the time of submission of the Bid. In case of Retail Individual Investors and High Net Worth Individuals submitting their Bids and participating in the Offer through the UPI Mechanism, ensure that you authorise the UPI Mandate Request raised by the Sponsor Bank for blocking of funds

equivalent to Bid Amount and subsequent debit of funds in case of Allotment;

19. Permanent Account Number: Except for Application (i) on behalf of the Central or State Government and officials appointed by the courts, and (ii) (subject to the SEBI KYC Circular) from the residents of the state of Sikkim, each of the Applicants should provide their PAN. Application Forms in which the PAN is not provided will be rejected. The exemption for the Central or State Government and officials appointed by the courts and for investors residing in the State of Sikkim is subject to (a) the demographic details received from the respective depositories confirming the exemption granted to the beneficiary owner by a suitable description in the PAN field and the beneficiary account remaining in "active status"; and (b) in the case of residents of Sikkim, the address as per the demographic details evidencing the same;

20. Ensure that if the depository account is held in joint names, the Application Form should contain the name and PAN of the person whose name appears first in the depository account and signature of only this person would be required in the Application Form. This Applicant would be deemed to have signed on behalf of joint holders and would be required to give confirmation to this effect in the Application Form;

21. All Applicants are requested to tick the relevant column "Category of Investor" in the Application Form;

22. Tick the series of NCDs in the Application Form that you wish to apply for.

23. Check if you are eligible to Apply under ASBA;

24. Retail individual investors and High Net Worth Individual Investors using the UPI Mechanism to ensure that they submit bids upto the application value of ₹ 200,000 and ₹ 500,000, respectively;

25. Investor using the UPI Mechanism should ensure that the correct UPI ID (with maximum length of 45 characters including the handle) is mentioned in the Bid cum Application Form;

26. Investors bidding using the UPI Mechanism should ensure that they use only their own bank account linked UPI ID to make an application in the Issue and submit the application with any of the intermediaries or through the Stock Exchange App/ Web interface;

27. Ensure that you give the correct details of your ASBA Account including bank account number/ bank name and branch;

28. In case of Retail Individual Investor and High Net Worth Individual Investor submitting their Bids and participating in the Offer through the UPI Mechanism, ensure that you authorise the UPI Mandate Request raised by the Sponsor Bank for blocking of funds equivalent to Bid Amount and subsequent debit of funds in case of Allotment;

29. Retail Individual Investors and High Net Worth Individual Investors submitting Application Form using the UPI Mechanism, should ensure that the: (a) bank where the bank account linked to their UPI ID is maintained; and (b) the Mobile App and UPI handle being used for making the Bid, are listed on the website of SEBI at www.sebi.gov.in/sebiweb/other/OtherAction.do?doRecognisedFpi=yes&intmId=40; and

30. Ensure that if the depository account is held in joint names, the Application Form should contain the name and PAN of the person whose name appears first in the depository account and signature of only this person would be required in the Application Form. This Applicant would be deemed to have signed on behalf of joint holders and would be required to give confirmation to this effect in the Application Form;

In terms of SEBI NCS Master Circular, SCSBs making applications on their own account using ASBA facility, should have a separate account in their own name with any other SEBI registered SCSB. Further, such account shall be used solely for the purpose of making application in public issues and clear demarcated funds should be available in such account.

SEBI NCS Master Circular stipulates the time between closure of the Issue and listing at 3 (three) Working Days. In order to enable compliance with the above timelines, investors are advised to use ASBA facility only to make payment.

Don'ts:

1. Do not apply for lower than the minimum application size;

2. Do not pay the Application Amount in cash, by cheque, by money order or by postal order or by stock invest;

3. Do not send Application Forms by post; instead submit the same to the Consortium Member, sub-consortium member/sub brokers, Trading Members of the Stock Exchange or Designated Branches of the SCSBs, as the case may be;

4. Do not submit the Application Form to any non-SCSB bank or the Issuer;

5. Do not submit an Application Form that does not have the stamp of the relevant Designated Intermediary or the Designated Branch of the SCSB, as the case may be;

6. Do not fill up the Application Form such that the NCDs applied for exceeds the Issue size and/or investment limit or maximum number of NCDs that can be held under the applicable laws or regulations or maximum amount permissible under the applicable regulations;

7. Do not submit the GIR number instead of the PAN as the Application is liable to be rejected on this ground;

8. Do not submit incorrect details of the DP ID, Client ID and PAN or provide details for a beneficiary account which is suspended or for which details cannot be verified by the Registrar to the Issue;

9. Do not submit the Application Forms without ensuring that funds equivalent to the entire Application Amount are available for blocking in the relevant ASBA Account;

10. Do not submit Applications on plain paper or on incomplete or illegible Application Forms;

11. Do not apply if you are not competent to contract under the Indian Contract Act, 1872;

12. Do not submit an Application in case you are not eligible to acquire NCDs under applicable law or your relevant constitutional documents or otherwise;

13. Do not submit Application Forms to a Designated Intermediary at a location other than Collection Centers;

14. Do not submit an Application that does not comply with the securities law of your respective jurisdiction;

15. Do not apply if you are a person ineligible to apply for NCDs under the Issue including Applications by Persons Resident Outside India, NRI (*inter*-alia including NRIs who are (i) based in the USA, and/or, (ii) domiciled in the USA, and/or residents/citizens of the USA, and/or, (iv) subject to any taxation laws of the USA);

16. Do not make an application of the NCD on multiple copies taken of a single form;

17. Payment of Application Amount in any mode other than through blocking of Application Amount in the ASBA Accounts shall not be accepted under the ASBA process;

18. Do not send your physical Application Form by post. Instead submit the same to a Designated Branch or the Lead Managers or Trading Members of the Stock Exchange, as the case may be, at the Specified Cities;

19. Do not submit more than five Application Forms per ASBA Account;

20. If you are a Retail Individual Investor and High Net Worth Individual Investor who is submitting the ASBA Application with any of the Designated Intermediaries and using your UPI ID for the purpose of blocking of funds, do not use any third party bank account or third-party linked bank account UPI ID;

21. Bidding through the UPI Mechanism using the incorrect UPI handle or using a bank account of an SCSB and/or mobile applications which are not mentioned in the list provided in the SEBI; and

22. Do not submit a bid using UPI ID, if you are not a Retail Individual Investor or High Net Worth Individual Investor and if the Application is for an amount more than ₹ 5,00,000;

Kindly note that Applications submitted to the Designated Intermediaries will not be accepted if the SCSB where the ASBA Account, as specified in the Application Form, is maintained has not named at least one branch at that location for the Designated Intermediaries to deposit such Application Forms. (A list of such branches is available at https://www.sebi.gov.in/sebiweb/other/OtherAction.do?doRecognised=yes).

SUBMISSION OF COMPLETED APPLICATION FORMS

Mode of Submission of Application Forms	To whom the Application Form has to be submitted
ASBA Applications	(i) If using physical Application Form, (a) to the Members of the Consortium or Trading Members of the Stock Exchanges only at the Specified Cities ("**Syndicate ASBA**"), or (b) to the Designated Branches of the SCSBs where the ASBA Account is maintained; or (ii) If using electronic Application Form, to the SCSBs, electronically through internet banking facility, if available. Please note that clarifications and/or confirmations regarding the implementation of the requisite infrastructure and facilities in relation to direct online applications and online payment facility have been sought from the Stock Exchanges.

No separate receipts will be issued for the Application Amount payable on submission of Application Form. However, the Members of the Consortium/ Trading Members of Stock Exchanges will acknowledge the receipt of the Application Forms by stamping the date and returning to the Applicants a TRS which will serve as a duplicate Application Form for the records of the Applicant.

OTHER INSTRUCTIONS

Depository Arrangements

The Issuer has made depository arrangements with NSDL and CDSL for issue and holding of the NCDs in dematerialised form. In this context:

1. Tripartite Agreements dated December 8, 2020 between us, the Registrar to the Issue and CDSL for offering depository option to the Applicants.

2. Tripartite Agreements dated December 17, 2020 between us, the Registrar to the Issue and NSDL for offering depository option to the Applicants.

3. An Applicant must have at least one beneficiary account with any of the Depository Participants (DPs) of NSDL or CDSL prior to making the Application.

4. The Applicant must necessarily provide the DP ID and Client ID details in the Application Form.

5. NCDs Allotted to an Applicant in the electronic form will be credited directly to the Applicant's respective beneficiary account(s) with the DP.

6. Non-transferable Allotment Advice/ refund orders will be directly sent to the Applicant by the Registrar to the Issue.

7. It may be noted that NCDs in electronic form can be traded only on Stock Exchange having electronic connectivity with NSDL or CDSL. The Stock Exchange have connectivity with NSDL and CDSL.

8. Interest or other benefits with respect to the NCDs held in dematerialised form would be paid to those NCD holders whose names appear on the list of beneficial owners given by the Depositories to us as on Record Date. In case of those NCDs for which the beneficial owner is not identified by the Depository as on the Record Date/ book closure date, we would keep in abeyance the payment of interest or other benefits, till such time that the beneficial owner is identified by the Depository and conveyed to us, whereupon the interest or benefits will be paid to the beneficiaries, as identified, within a period of 30 days.

9. The trading of the NCDs on the floor of the Stock Exchange shall be in dematerialized form in multiples of One NCD only.

Allottees will have the option to rematerialise the NCDs Allotted under the Issue as per the provisions of the Companies Act, 2013 and the Depositories Act.

For further information relating to Applications for Allotment of the NCDs in dematerialised form, please see the section titled "*Issue Procedure*" on page 372.

Communications

All future communications in connection with Applications made in the Issue should be addressed to the Registrar to the Issue quoting all relevant details as regards the Applicant and its Application.

Applicants can contact our Company Secretary and Compliance Officer or the Registrar to the Issue in case of any pre-Issue related problems and/or Post-Issue related problems such as non-receipt of Allotment Advice non-credit of NCDs in depository's beneficiary account/ etc. Please note that Applicants who have applied for the NCDs

through Designated Intermediaries should contact the Stock Exchange in case of any Post-Issue related problems, such as non-receipt of Allotment Advice / non-credit of NCDs in depository's beneficiary account/ etc.

Grievances relating to Direct Online Applications may be addressed to the Registrar to the Issue, with a copy to the relevant Stock Exchange.

Interest in case of Delay

The Issuer undertakes to pay interest, in connection with any delay in allotment, demat credit and refunds, beyond the time limit as may be prescribed under applicable statutory and/or regulatory requirements, at such rates as stipulated under such applicable statutory and/or regulatory requirements.

Undertaking by the Issuer

(a) All monies received pursuant to the Issue of NCDs to public shall be transferred to a separate bank account as referred to in sub-section (3) of section 40 of the Companies Act, 2013;

(b) Details of all monies utilised out of Issue referred to in sub-item (a) shall be disclosed under an appropriate separate head in our Balance Sheet indicating the purpose for which such monies had been utilised;

(c) Details of all unutilised monies out of issue of NCDs, if any, referred to in sub-item (a) shall be disclosed under an appropriate separate head in our Balance Sheet indicating the form in which such unutilised monies have been invested;

(d) The details of all utilized and unutilised monies out of the monies collected in the previous issue made by way of public offer shall be disclosed and continued to be disclosed in the balance sheet till the time any part of the proceeds of such previous issue remains unutilized indicating the purpose for which such monies have been utilized, and the securities or other forms of financial assets in which such unutilized monies have been invested;

(e) Execution of Debenture Trust Deed. Further, as per Regulation 18 of SEBI NCS Regulations, in the event the Issuer fails to execute the Debenture Trust Deed within a timeline specified under Regulation 18 of SEBI NCS Regulations, the Issuer shall pay interest of at least 2% p.a. over and above the agreed coupon rate, to each NCD Holder, till the execution of the Debenture Trust Deed;

(f) We shall utilize the Issue proceeds only upon creation of security as stated in this Draft Prospectus in the section titled "*Terms of the Issue*" on page 344 and after (a) permissions or consents for creation of pari passu charge have been obtained from the creditors who have pari passu charge over the assets sought to be provided as Security; (b) receipt of the minimum subscription of 75% of the Base Issue amount; (c) completion of Allotment and refund process in compliance with Section 40 of the Companies Act, 2013; (d) creation of security and confirmation of the same in terms of NCDs and (e) receipt of listing and trading approval from the Stock Exchange;

(g) The Issue proceeds shall not be utilized towards full or part consideration for the purchase or any other acquisition, inter alia by way of a lease, of any immovable property, dealing of equity of listed companies or lending/investment in group companies;

(h) The allotment letter shall be issued, or application money shall be unblocked within 2 (two) working days from the closure of the Issue or such lesser time as may be specified by SEBI, or else the application money shall be refunded to the applicants forthwith, failing which interest shall be due to be paid to the applicants at the rate of 15% per annum for the delayed period;

(i) Application money shall be unblocked within 2 (two) Working Days from the closure of the Issue or such lesser time as may be specified by SEBI, or else the Application money shall be refunded to the Applicants in accordance with applicable law, failing which interest shall be due to be paid to the Applicants for the delayed period, if applicable in accordance with applicable law.

Investors are advised to read the Risk Factors carefully before taking an investment decision in this Issue. For taking an investment decision, investors must rely on their own examination of the Issuer and the Issue including the risks involved. This Draft Prospectus has not been recommended or approved by any regulatory authority in India, including any registrar of companies, stock exchange or SEBI nor does SEBI guarantee the accuracy or adequacy of this Draft Prospectus. Specific attention of investors is invited to the section '*Risk Factors*' on page 22 of this Draft Prospectus.

The Issuer has no side letter with any NCD Holder. Any covenants later added shall be disclosed on the stock exchanges website where the NCDs are listed.

Other Undertakings by the Issuer

The Issuer undertakes that:

(a) Complaints received in respect of the Issue (except for complaints in relation to Applications submitted to Designated Intermediaries) will be attended to by the Issuer expeditiously and satisfactorily.

(b) Necessary cooperation to the relevant credit rating agency(ies) will be extended in providing true and adequate information until the obligations in respect of the NCDs are outstanding.

(c) The Issuer will take necessary steps for the purpose of getting the NCDs listed within the specified time, i.e., within 3 (three) Working Days of the Issue Closing Date.

(d) Funds required for dispatch of Allotment Advice will be made available by the Issuer to the Registrar to the Issue.

(e) The Issuer will forward details of utilisation of the proceeds of the Issue, duly certified by the Current Statutory Auditor, to the Debenture Trustee, as per the specified timelines.

(f) The Issuer will provide a compliance certificate to the Debenture Trustee on an annual basis in respect of compliance with the terms and conditions of the Issue as contained in this Draft Prospectus.

(g) We shall make necessary disclosures/reporting under any other legal or regulatory requirement as may be required by the Issuer from time to time.

(h) We undertake that the assets on which charge is created, are free from any encumbrances and in cases where the assets are already charged to secure a debt, the permission or consent to create a second or pari-passu charge on the assets of the issuer has been obtained from the earlier creditor/ debenture trustees.

(i) The Issuer will disclose the complete name and address of the Debenture Trustee in its annual report and website.

(j) We shall create a recovery expense fund in the manner as maybe specified by SEBI from time to time and shall inform the Debenture Trustee about the same.

(k) The allotment of NCDs will be done on a first come, first serve basis. However, on the date of oversubscription and thereafter, the allotments shall be made to the applicants on proportionate basis. On the

successful allotment of the NCDs, the Issue proceeds will be released to the Issuer to use in pursuance of the objects specified in this Draft Prospectus.

Rejection of Applications

As set out below or if all required information is not provided or the Application Form is incomplete in any respect, the Board of Directors and/or any committee of the Issuer reserves it's full, unqualified and absolute right to accept or reject any Application in whole or in part and in either case without assigning any reason thereof.

Application may be rejected on one or more technical grounds, including but not restricted to:

- Application by persons not competent to contract under the Indian Contract Act, 1872, as amended, (other than minors having valid Depository Account as per Demographic Details provided by Depositories);
- Applications accompanied by cash, draft, cheques, money order or any other mode of payment other than amounts blocked in the Bidders' ASBA Account maintained with an SCSB;
- Applications not being signed by the sole/joint Applicant(s);
- Applications not made through the ASBA facility;
- Number of NCDs applied for or Applications for an amount being less than the minimum Application size;
- Applications submitted without blocking of the entire Application Amount. However, the Issuer may allot NCDs up to the value of application monies paid, if such application monies exceed the minimum application size as prescribed hereunder;
- Investor Category in the Application Form not being ticked;
- Application Amount blocked being higher or lower than the value of NCDs Applied for. However, the Issuer may allot NCDs up to the number of NCDs Applied for, if the value of such NCDs Applied for exceeds the minimum application size;
- ASBA Bank account details to block Application Amount not provided in the Application Form;
- Applications where a registered address in India is not provided for the Applicant;
- In case of partnership firms (except LLPs), NCDs applied for in the name of the partnership and not the names of the individual partners(s);
- Minor Applicants (applying through the guardian) without mentioning the PAN of the minor Applicant;
- PAN not mentioned in the Application Form, except for Applications by or on behalf of the Central or State Government and the officials appointed by the courts and by investors residing in the State of Sikkim, provided such claims have been verified by the Depository Participants. In case of minor Applicants applying through guardian when PAN of the Applicant is not mentioned;
- DP ID and Client ID not mentioned in the Application Form;
- GIR number furnished instead of PAN;
- Applications by OCBs;

- Applications for an amount below the minimum application size;
- Submission of more than five ASBA Forms per ASBA Account;
- Applications by persons who are not eligible to acquire NCDs of the Issuer in terms of applicable laws, rules, regulations, guidelines and approvals;
- In case of Applications under power of attorney or by limited companies, corporate, trust etc., submitted without relevant documents;
- Applications accompanied by Stock invest/ cheque/ money order/ postal order/ cash;
- Signature of sole Applicant missing or, in case of joint Applicants, the Application Forms not being signed by the first Applicant (as per the order appearing in the records of the Depository);
- Applications by persons debarred from accessing capital markets, by SEBI or any other regulatory authority.
- Date of Birth for first/sole Applicant for persons applying for Allotment not mentioned in the Application Form.
- Application Forms not being signed by the ASBA Account holder if the account holder is different from the Applicant.
- If the signature of the ASBA Account holder on the Application Form does not match with the signature available on the SCSB Bank's records where the ASBA Account mentioned in the Application Form is maintained;
- Application Forms submitted to the Designated Intermediaries or to the Designated Branches of the SCSBs does not bear the stamp of the SCSB and/or the Designated Intermediaries, as the case may be;
- ASBA Applications not having details of the ASBA Account to be blocked;
- In case no corresponding record is available with the Depositories that matches three parameters namely, DP ID, Client ID and PAN or if PAN is not available in the Depository database;
- Inadequate funds in the ASBA Account to enable the SCSB to block the Application Amount specified in the ASBA Application Form at the time of blocking such Application Amount in the ASBA Account or no confirmation is received from the SCSB for blocking of funds;
- If an authorization to the SCSB or Sponsor Bank for blocking funds in the ASBA Account or acceptance of UPI Mandate Request raised has not been provided;
- The UPI Mandate Request is not approved by the Retail Individual Investor or High Net Worth Individual Investor;
- SCSB making an ASBA application (a) through an ASBA account maintained with its own self or (b) through an ASBA Account maintained through a different SCSB not in its own name or (c) through an ASBA Account maintained through a different SCSB in its own name, where clear demarcated funds are not present or (d) through an ASBA Account maintained through a different SCSB in its own name which ASBA Account is not utilised solely for the purpose of applying in public issues;
- Applications for amounts greater than the maximum permissible amount prescribed by the regulations and applicable law;

- Authorization to the SCSB for blocking funds in the ASBA Account not provided or acceptance of UPI Mandate Request raised has not been provided;

- Applications by persons prohibited from buying, selling or dealing in shares, directly or indirectly, by SEBI or any other regulatory authority;

- Applications by any person outside India;

- Applications by other persons who are not eligible to apply for NCDs under the Issue under applicable Indian or foreign statutory/regulatory requirements;

- Applications not uploaded on the online platform of the Stock Exchange;

- Applications uploaded after the expiry of the allocated time on the Issue Closing Date, unless extended by the Stock Exchange, as applicable;

- Application Forms not delivered by the Applicant within the time prescribed as per the Application Form and this Draft Prospectus;

- Applications by Applicants whose demat accounts have been 'suspended for credit' pursuant to the circular issued by SEBI on July 29, 2010 bearing number CIR/MRD/DP/22/2010;

- Where PAN details in the Application Form and as entered into the electronic system of the Stock Exchange, are not as per the records of the Depositories;

- Applications providing an inoperative demat account number;

- ASBA Applications submitted to the Designated Intermediaries, at locations other than the Specified Cities or at a Designated Branch of a SCSB where the ASBA Account is not maintained, and Applications submitted directly to the Banker to the Issue (assuming that such bank is not a SCSB), to the Issuer or the Registrar to the Issue;

- Category not ticked;

- Forms not uploaded on the electronic software of the Stock Exchange;

- In case of cancellation of one or more orders (series) within an Application, leading to total order quantity falling under the minimum quantity required for a single Application.

- Application Forms not delivered by the Applicant within the time prescribed as per the Application Form and this Draft Prospectus, the Prospectus and as per the instructions in the Application Form;

- UPI Mandate Request is not approved by Retail Individual Investors or High Net Worth Individual Investor.

Kindly note that ASBA Applications submitted to the Lead Managers, or Trading Members of the Stock Exchange, Members of the Syndicate, Designated Intermediaries at the Specified Cities will not be accepted if the SCSB where the ASBA Account, as specified in the ASBA Form, is maintained has not named at least one branch at that Specified City for the Lead Managers, or Trading Members of the Stock Exchange, Members of the Syndicate, Designated Intermediaries, as the case may be, to deposit ASBA Applications (A list of such branches is available at https://www.sebi.gov.in/sebiweb/other/OtherAction.do?doRecognisedFpi=yes&intmId=44).

For information on certain procedures to be carried out by the Registrar to the Offer for finalization of the basis of allotment, please see below "*Issue Procedure-Information for Applicants*".

Information for Applicants

In case of ASBA Applications submitted to the SCSBs, in terms of the SEBI RTA Master Circular the Registrar to the Issue will reconcile the compiled data received from the Stock Exchange and all SCSBs and match the same with the Depository database for correctness of DP ID, Client ID and PAN. The Registrar to the Issue will undertake technical rejections based on the electronic details and the Depository database. In case of any discrepancy between the electronic data and the Depository records, the Issuer, in consultation with the Designated Stock Exchange, the Lead Managers and the Registrar to the Issue, reserves the right to proceed as per the Depository records for such ASBA Applications or treat such ASBA Applications as rejected.

In case of Applicants submitted to the Lead Managers, Consortium Members and Trading Members of the Stock Exchange at the Specified Cities, the basis of allotment will be based on the Registrar's validation of the electronic details with the Depository records, and the complete reconciliation of the final certificates received from the SCSBs with the electronic details in terms of the SEBI circular CIR/CFD/DIL/1/2011 dated April 29, 2011. The Registrar to the Issue will undertake technical rejections based on the electronic details and the Depository database. In case of any discrepancy between the electronic data and the Depository records, the Issuer, in consultation with the Designated Stock Exchange, the Lead Managers and the Registrar to the Issue, reserves the right to proceed as per the Depository records or treat such ASBA Application as rejected.

Based on the information provided by the Depositories, the Issuer shall have the right to accept Applications belonging to an account for the benefit of a minor (under guardianship).

In case of Applications for a higher number of NCDs than specified for that category of Applicant, only the maximum amount permissible for such category of Applicant will be considered for Allotment.

Mode of making refunds

The Registrar to the Issue shall instruct the relevant SCSB or in case of bids by Retail Individual Investors and High Net Worth Individual Investors applying through the UPI Mechanism to the Sponsor Bank, to revoke the mandate and to unblock the funds in the relevant ASBA Account to the extent of the Application Amount specified in the Application Forms for withdrawn, rejected or unsuccessful or partially successful Applications within 2 (two) Working Days of the Issue Closing Date.

The Issuer and the Registrar to the Issue shall credit the allotted NCDs to the respective beneficiary accounts/ dispatch the Letters of Allotment or letters of regret by registered post/speed post at the Applicant's sole risk, within 2 (two) Working Days from the Issue Closing Date. We may enter into an arrangement with one or more banks in one or more cities for refund to the account of the applicants through Direct Credit/RTGS/NEFT/NACH.

Further,

(a) Allotment of NCDs in this Issue shall be made within the time period stipulated by SEBI;

(b) Credit to dematerialised accounts will be given within one Working Day from the Date of Allotment;

(c) Interest at a rate of 15% per annum will be paid if the Allotment has not been made and/or the refund effected within 2 (two) Working Days from the Issue Closing Date; and

(d) The Issuer will provide adequate funds to the Registrar to the Issue for this purpose.

Green Shoe Option/ Retention of oversubscription

The Issuer shall have an option to retain over-subscription/ green shoe option of up to ₹ 1,500 million.

Basis of Allotment:

[●]

Payment of Refunds:

The Registrar shall instruct the relevant SCSB to unblock the funds in the relevant ASBA Account for withdrawn, rejected or unsuccessful or partially successful ASBA Applications within the applicable regulatory timelines.

Issuance of Allotment Advice

The Issuer shall ensure dispatch of Allotment Advice as per the Demographic Details received from the Depositories. Instructions for credit of NCDs to the beneficiary account with Depository Participants shall be made within 2 (two) Working Days of the Issue Closing Date.

The Issuer shall use best efforts to ensure that all steps for completion of the necessary formalities and approvals for the commencement of trading at the Stock Exchange where the NCDs are proposed to be listed are taken by the end of 2 (two) Working Days from the Issue Closing Date.

Allotment Advices shall be issued, or Application Amount shall be unblocked within 2 (two) Working Days from the Issue Closing Date or such lesser time as may be specified by SEBI or else the application amount shall be unblocked in the ASBA Accounts of the applicants forthwith, failing which interest shall be due to be paid to the applicants at the rate of fifteen per cent per annum for the delayed period.

The Issuer will provide adequate funds required for dispatch of Allotment Advice, as applicable, to the Registrar to the Issue.

Investor Withdrawals and Pre-closure

Investor Withdrawal: Applicants are allowed to withdraw their Applications at any time prior to the Issue Closing Date.

Withdrawal of Applications after the Issue Period: In case an Applicant wishes to withdraw the Application after the Issue Closing Date or early closure date, the same can be done by submitting a withdrawal request to the Registrar prior to the finalization of the Basis of Allotment i.e., before 11:00 AM on the next Working Day from the Issue Closing Date or early closure date, as applicable.

Pre-closure/ Early Closure: The Issuer, in consultation with the Lead Managers reserves the right to close the Issue at any time prior to the Issue Closing Date, subject to receipt of minimum subscription which is 75% of the Base Issue before the Issue Closing Date. The Issuer shall allot NCDs with respect to the Applications received at the time of such pre-closure in accordance with the Basis of Allotment as described hereinabove and subject to applicable statutory and/or regulatory requirements.

In the event of such early closure of this Issue, the Issuer shall ensure that public notice of such early closure is published on or before such early date of closure or the Issue Closing Date of the Issue, as applicable, through advertisement(s) in all those newspapers in which pre-Issue advertisement of this Issue have been given.

Further, the Issue may also be withdrawn by the Issuer in the event that the aggregate Applications received for the NCDs is lesser than the minimum subscription which is 75% of the Base Issue before the Issue Closing Date.

Under Section 39(3) of the Companies Act, 2013 read with Rule 11(2) of the Companies (Prospectus and Allotment of Securities) Rules, 2014 if the stated minimum subscription amount has not been subscribed or received, as applicable, within the specified period, the application money received is to be unblocked/credited only to the bank account in/from which the subscription was blocked/remitted. To the extent possible, where the required information for making such refunds is available with the Issuer and/or Registrar, refunds will be made to the account prescribed. However, where the Issuer and/or Registrar does not have the necessary information for making such refunds, the Issuer and/or the Registrar will follow the guidelines prescribed by SEBI in this regard.

If the Issuer does not receive the minimum subscription of 75% of Base Issue Size prior to the Issue Closing Date the entire Application Amount shall be unblocked in the relevant ASBA Account(s) of the Applicants within 2 (two) Working Days from the Issue Closing Date or such lesser time as may be specified by SEBI, provided wherein, the Application Amount has been transferred to the Public Issue Account from the respective ASBA Accounts, such Application Amount shall be refunded from the Refund Account to the relevant ASBA Accounts(s) of the Applicants within 2 (two) working days from the Issue Closing Date or such other timeline as may be specified by SEBI, failing which the Issuer will become liable to refund the Application Amount along with interest at the rate 15 (fifteen) percent per annum for the delayed period.

Revision of Applications

As per the notice no: 20120831-22 dated August 31, 2012, issued by BSE, cancellation of one or more orders (series) within an Application is permitted during the Issue Period as long as the total order quantity does not fall under the minimum quantity required for a single Application. However, please note that in case of cancellation of one or more orders (series) within an Application, leading to total order quantity falling under the minimum quantity required for a single Application will be liable for rejection by the Registrar.

Applicants may revise/ modify their Application details during the Issue Period, as allowed/permitted by the Stock Exchange, by submitting a written request to the Designated Intermediary, as the case may be. However, for the purpose of Allotment, the date of original upload of the Application will be considered in case of such revision/modification. In case of any revision of Application in connection with any of the fields which are not allowed to be modified on the electronic Application platform of the Stock Exchange as per the procedures and requirements prescribed by each relevant Stock Exchange, Applicants should ensure that they first withdraw their original Application and submit a fresh Application. In such a case the date of the new Application will be considered for date priority for Allotment purposes.

Revision of Applications is not permitted after the expiry of the time for acceptance of Application Forms on Issue Closing Date. However, in order that the data so captured is accurate, the Designated Intermediaries will be given up to 5 pm on the Issue Closing Date to modify/ verify certain selected fields uploaded in the online system during the Issue Period, after which the data will be sent to the Registrar to the Issue for reconciliation with the data available with the NSDL and CDSL.

SECTION VIII - SUMMARY OF KEY PROVISIONS OF ARTICLES OF ASSOCIATION

The following regulations comprised in these Articles of Association were adopted by the members at the 28th Annual General Meeting of the Issuer held on September 26, 2023, in substitution for, and to the entire exclusion of the earlier regulations comprised in the extant Articles of Association of the Issuer.

APPLICABILITY OF TABLE 'F'

1. The Regulations for the management of the Company shall be those as contained in these Articles and the matters inrespect of which no Regulations is specified herein, Regulations as contained in Table F in Schedule I to the Companies Act, 2013 shall be applicable.

INTERPRETATION

2. Unless the context otherwise requires words or expressions contained in these Articles shall bear the same meaningas in the Act or any statutory modification thereof in force:-

   (a) "The Act" means the Companies Act, 2013, or any statutory modification or re-enactment thereof from time totime and shall include the Rules and Regulations framed thereunder.

   (b) "The Company" means EDELWEISS FINANCIAL SERVICES LIMITED, incorporated under the CompaniesAct, 1956.

   (c) "The Directors" means the Director for the time being of the Company.

   (d) "The Board of Directors" or "The Board" means the Board of Directors for the time being of the Company.

   (e) "The Managing Director/Whole-time Director/Executive Director" means the Managing Director/Whole-time Director/Executive Director for the time being of the Company.

   (f) "The Office" means the Registered Office for the time being of the Company.

   (g) "Seal" means the Common Seal of the Company includes Attorneys duly constituted under a power of Attorney.

   "In writing" and "Written" include printing, lithography and other modes of representing or reproducing words in a visible form.

   Words importing the singular number only include the plural number and vice versa. Words importing persons include corporations.

   Share Capital and variation of rights

3. Subject to the provisions of the Act and these Articles, the shares in the capital of the Company shall be under the control of the Board who may issue, allot or otherwise dispose of the same or any of them to such persons, in such proportion and on such terms and conditions and either at par or at a premium and at such time as they may from time to time think fit.

4. Subject to the provisions of the Act and these Articles, the Board may issue and allot shares in the capital of the Company on payment or part payment for any property or assets of any kind, whatsoever, sold or transferred, goods or machinery supplied or for services rendered to the Company in the conduct of its business and any shares which may be so allotted may be issued either as fully paid-up or party paid-up otherwise than for cash.

5. The Company may issue the following kinds of shares in accordance with these Articles, the Act and other applicable laws:

   (a) Equity Share Capital:

(i) With voting right; and/or

(ii) With differential rights as to dividend, voting or otherwise in accordance with the Act; and

(b) Preference Share Capital.

6. A Person subscribing to the securities of the Company shall have the option either to receive certificates for such securities or hold such securities in a dematerialised state with a depository. Where a person opts to hold any securities with the depository, the Company shall intimate such depository the details of the securities to enable the depository to enter in its records the name of such person as the beneficial owner of such securities.

7.

(1) The Company may exercise the powers of paying commission conferred by the Act to any person in connection with the subscription to its securities, provided that the rate per cent or the amount of the commission paid or agreed to be paid shall be disclosed in the manner required by the Act.

(2) The rate or amount of the commission shall not exceed the rate or amount prescribed in the Act.

8.

(3) If at any time the share capital of the Company is divided into different classes of shares, the rights attached to any class (unless otherwise provided by the terms of issue of the shares of that class) may, subject to the provisions of the Act, and whether or not the Company is being wound up, be varied with the consent in writing of the holders of the issued shares of that class, or with the sanction of a resolution passed at a separate meeting of the holders of the shares of that class as prescribed by the Act.

(4) The provisions of this Article shall *mutatis mutandis* apply to other securities including debentures of the Company.

(5) To every such separate meeting, the provisions of these Articles relating to general meetings shall *mutatis mutandis* apply.

9. The rights conferred upon the holders of the shares of any class issued with preferred or other rights shall not, unless otherwise expressly provided by the terms of issue of shares of that class, be deemed to be varied by the creation or issue of further shares ranking pari passu therewith.

10. Subject to the provisions of the Act, the Board shall have the power to issue preference shares of one or more classes which are liable to be redeemed, or converted in to equity shares or other securities, on such terms and conditions and in such manner as determined by the Board in accordance with the Act.

11. A further issue of securities may be made in any manner and on such terms, whatsoever, as the Board may determine including by way of preferential offer or private placement, subject to and in accordance with the Act.

Lien

12.

(1) The Company shall have a first and paramount lien—

(a) on every share (not being a fully paid share), for all monies (whether presently payable or not) called, or payable at a fixed time, in respect of that share; and

(b) on all shares (not being fully paid shares) standing registered in the name of a person, for all monies presently payable by him or his estate to the Company: Provided that the Board may at any time declare any share to be wholly or in part exempt from the provisions of this clause.

(2) The Company's lien, if any, on a share shall extend to all dividends or interest, as the case may be, payable and bonuses declared from time to time in respect of such shares for any money owing to the Company.

13. The Company may sell, in such manner as the Board thinks fit, any shares on which the Company has a lien:

Provided that no sale shall be made—

(a) unless a sum in respect of which the lien exists is presently payable; or

(b) until the expiration of fourteen days after a notice in writing stating and demanding payment of such part of the amount in respect of which the lien exists as is presently payable, has been given to the registered holder for the time being of the share or the person entitled thereto by reason of his death or insolvency or otherwise.

14.

(1) To give effect to any such sale, the Board may authorise a person to transfer the shares sold to the purchaser thereof.

(2) The purchaser shall be registered as the holder of the shares comprised in any such transfer.

(3) The receipt of the Company for the consideration (if any) given for the share on the sale thereof shall (subject, if necessary, to execution of an instrument of transfer or a transfer by relevant system, as the case may be) constitute a good title to the share and the purchaser shall be registered as the holder of the share.

(4) The purchaser shall not be bound to see to the application of the purchase money, nor shall his title to the shares be affected by any irregularity or invalidity in the proceedings with reference to the sale.

15.

(1) The proceeds of the sale shall be received by the Company and applied in the payment of such part of the amount in respect of which the lien exists as is presently payable.

(2) The residue, if any, shall, subject to a like lien for sums not presently payable as existed upon the shares before the sale, be paid to the person entitled to the shares at the date of the sale.

16. In exercising its lien, the Company shall be entitled to treat the registered holder of any share as the absolute owner thereof and accordingly shall not (except as ordered by a court of competent jurisdiction or unless required by any statute) be bound to recognise any equitable or other claim to, or interest in, such share on the part of any other person, whether a creditor of the registered holder or otherwise. The Company's lien shall prevail notwithstanding that it has received notice of any such claim.

17. The provisions of these Articles relating to lien shall mutatis mutandis apply to any other securities including debentures of the Company.

Alteration of Capital

18. Subject to the provisions of the Act, the Company may, by an ordinary resolution:-

(a) increase the share capital by such sum, to be divided into shares of such amount, as it may think expedient;

(b) consolidate and divide all or any of its share capital into shares of larger amount than its existing shares; provided that any consolidation and division which results in changes in the voting percentage of members shall require applicable approvals under the Act;

(c) convert all or any of its fully paid-up shares into stock, and reconvert that stock into fully paid-up shares of any denomination;

(d) sub-divide its existing shares or any of them into shares of smaller amount than is fixed by the Memorandum;

(e) cancel any shares which, at the date of the passing of the resolution, have not been taken or agreed to be taken by any person.

19. The Company may, by a resolution, or as may be prescribed by the Act, reduce in any manner and in accordance with the provisions of the Act:-

(a) its share capital; and/or

(b) any capital redemption reserve account; and/or

(c) any security premium account; and/or

(d) any other reserve in the nature of share capital.

Capitalisation of profits

20.

(1) The Company by an ordinary resolution may, upon the recommendation of the Board, resolve—

(a) that it is desirable to capitalise any part of the amount for the time being standing to the credit of any of the Company's Reserve Account(s), or to the credit of the profit and loss account, or otherwise available for distribution; and

(b) that such sum be accordingly set free for distribution in the manner specified in clause (2) below amongst the members who would have been entitled thereto, if distributed by way of dividend and in the same proportions.

(2) The sum aforesaid shall not be paid in cash but shall be applied, subject to the provision contained in clause

hereunder, either in or towards—

(a) paying up any amounts for the time being unpaid on any shares held by such members respectively;

(b) paying up in full, unissued shares or other securities of the Company to be allotted and distributed, credited as fully paid-up, to and amongst such members in the proportions aforesaid;

(c) partly in the way specified in sub-clause (a) and partly in that specified in sub-clause (b);

(11) The Securities Premium Account and/or the Capital Redemption Reserve Account may, for the purposes of this Article, be applied in the paying up of un- issued shares to be issued to the members of the Company as fully paid bonus shares;

(12) The Board shall give effect to the resolution passed by the Company in pursuance of this Article.

21.

(1) Whenever such a resolution as aforesaid shall have been passed, the Board shall—

(a) make all appropriations and applications of the amount resolved to be capitalised thereby, and all allotments and issues of fully paid shares or other securities if any; and

(b) generally do all acts and things required to give effect thereto.

(2) The Board shall have power—

(a) to make such provisions, by the issue of fractional certificates/coupons or by payment in cash or otherwise as it thinks fit, for the case of shares or other securities becoming distributable in fractions; and

(b) to authorise any person to enter, on behalf of all the members entitled thereto, into an agreement with the Company providing for the allotment to them respectively, credited as fully paid-up, of any further shares or other securities to which they may be entitled upon such capitalisation, or as the case may require, for the payment by the Company on their behalf, by the application thereto of their

respective proportions of profits resolved to be capitalised, of the amount or any part of the amounts remaining unpaid on their existing shares;

(3) Any agreement made under such authority shall be effective and binding on such members.

Buy-back of Securities

22. Notwithstanding anything contained in these Articles but subject to all applicable provisions of the Act or any other law for the time being in force, the Company may purchase its own shares or other specified securities as per the Act.

General Meetings

23. All general meetings other than Annual General Meeting shall be called Extraordinary General Meeting.

24. The Board may, whenever it thinks fit, call an Extraordinary General Meeting.

25. If at any time the Directors capable of acting who are sufficient in number to form a quorum are not within India, any Director or any two members of the Company may call an Extraordinary General Meeting in the same manner, as nearly as possible, as that in which such a meeting may be called by the Board.

Proceedings at General Meetings

26.

(1) No business shall be transacted at any general meeting unless a quorum of members is present at the time whenthe meeting proceeds to business.

(2) The quorum for the general meetings shall be as provided in the Act.

27. No business shall be discussed or transacted at any general meeting except the election of the Chairperson, whilst the chair is vacant.

28. The Chairperson, if any, of the Board shall preside as a Chairperson at every general meeting of the Company.

29. If there is no such Chairperson, or if he is not present within fifteen minutes after the time appointed for holding the meeting, or is unwilling to act as Chairperson of the meeting, the Directors present shall elect one of their members to be Chairperson of the meeting.

30. If at any meeting no Director is willing to act as Chairperson or if no Director is present within fifteen minutes after the time appointed for holding the meeting, the members present shall choose one of their members to be Chairperson of the meeting.

31. On any business at any general meeting, in case of an equality of votes, whether on a show of hands or electronically or on a poll, the Chairperson shall have a second or casting vote.

Adjournment of General Meeting

32.

(1) The Chairperson may, suo moto, or with the consent of the meeting at which the quorum is present and, if so directed by the meeting, adjourn the meeting from time to time and from place to place.

(2) No business shall be transacted at any adjourned meeting other than the business left unfinished at the meeting from which the adjournment took place.

(3) When a meeting is adjourned for thirty days or more, notice of the adjourned meeting shall be given as in the case of an original meeting.

(4) Save as aforesaid, and as provided in the Act, it shall not be necessary to give any notice of an adjournment or of the business to be transacted at an adjourned meeting.

Voting Rights

33. Subject to any rights or restrictions for the time being attached to any class or classes of shares—

(a) on a show of hands, every member present in person shall have one vote; and

(b) on a poll, the voting rights of members shall be in proportion to his share in the paid-up equity share capital of the Company.

34. A member may exercise his vote at a meeting by electronic means in accordance with the Act and shall vote only once.

35.

(1) In the case of joint holders, the vote of the senior who tenders a vote, whether in person or by proxy, shall be accepted to the exclusion of the votes of the other joint holders.

(2) For this purpose, seniority shall be determined by the order in which the names stand in the Register of Members.

36. A member of unsound mind, or in respect of whom an order has been made by any court having jurisdiction in lunacy, may vote, whether on a show of hands or on a poll, by his Committee or other legal guardian, and any such Committee or guardian may, on a poll, vote by proxy. If any member be a minor, the vote in respect of his share(s) shall be by his guardian or any one of his guardians.

37. Any business other than that upon which a poll has been demanded may be proceeded with, pending the taking of the poll.

38. No member shall be entitled to vote at any general meeting unless all calls or other sums presently payable by him in respect of shares in the Company have been paid or in regard to which the Company has exercised the right of lien.

39. No objection shall be raised to the qualification of any voter except at the meeting or adjourned meeting at which the vote objected to is given or tendered, and every vote not disallowed at such meeting shall be valid for all purposes. Any such objection made in due time shall be referred to the Chairperson of the meeting, whose decision shall be final and conclusive.

Proxy

40.

(1) Any member entitled to attend and vote at a general meeting may do so either personally or through his constituted attorney or through another person as a proxy on his behalf, subject to the provisions of the Act.

(2) The instrument appointing a proxy and the power-of-attorney or other authority, if any, under which it is signed or a notarised copy of that power or authority, shall be deposited at the Office or such other place as may fixed in that behalf, not less than 48 hours before the time for holding the meeting or adjourned meeting at which the person named in the instrument proposes to vote, or, in the case of a poll, not less than 24 hours before the time appointed for the taking of the poll; and in default the instrument of proxy shall not be treated as valid.

41. An instrument appointing a proxy shall be in the form as prescribed in the Act.

42. A vote given in accordance with the terms of an instrument of proxy shall be valid, notwithstanding the previous death or insanity of the principal or the revocation of the proxy or of the authority under which the proxy was executed, or the transfer of the shares in respect of which the proxy is given:

Provided that no intimation in writing of such death, insanity, revocation or transfer shall have been received by the Company at its office before the commencement of the meeting or adjourned meeting at which the proxy is used.

Board of Directors

43. Unless otherwise determined by the Company in General Meeting, the number of the Directors shall not be less than 3 (three) and shall not be more than 15 (Fifteen).

44. The same individual may, at the same time, be appointed as the Chairperson of the Board as well as the Managing Director/Executive Director/Chief Executive Officer of the Company.

45.

(1) The remuneration payable to the Directors, including any Managing Director, Whole-Time Director, Executive Director or manager, if any, shall be determined in accordance with and subject to the provisions of the Act.

(2) In addition to the remuneration payable to them in pursuance of the Act, the Directors may be paid all travelling, hotel and other expenses properly incurred by them—

(a) in attending and returning from meetings of the Board of Directors or any Committee thereof or general meetings of the Company; and

(b) in connection with the business of the Company.

46. The Company may exercise the powers conferred on it under the provisions of the Act with regard to the keeping of a foreign Register; and the Board may make and vary such Regulations as it may think fit in keeping of any such Register.

47. All cheques, promissory notes, drafts, hundis, bills of exchange and other negotiable instruments, and all receipts for monies paid to the Company, shall be signed, drawn, accepted, endorsed, or otherwise executed, as the case may be, by such person and in such manner as the Board shall from time to time by resolution determine.

48.

(1) Subject to the provisions of the Act, the Board shall have power at any time, and from time to time, to appoint a person as an additional Director, provided the number of the Directors and additional Directors together shall not at any time exceed the maximum strength fixed for the Board by the Articles.

(2) Subject to the provisions of the Act, such person shall hold office only up to the date of the next annual general meeting of the Company but shall be eligible for appointment by the Company as a Director at that meeting.

49.

(1) Subject to the provisions of the Act, the Board may appoint an alternate Director to act for a Director (hereinafter in this Article called "the Original Director") during his absence for a period of not less than three months from India.

(2) The Board may appoint any person as a director nominated by the Government/any institution/financial institution/Banks and others in pursuance of the provisions of any law for the time being in force or of any agreement.

(3) The Board shall appoint the person nominated by the Debenture Trustee(s) as per the provisions of the Securities and Exchange Board of India (Debenture Trustees) Regulations, 1993 as a Director on the Board of the Company. Such appointment shall be subject to the provisions of Debenture Trust Deed(s), the Companies Act, 2013, the SEBI Regulations and all other applicable laws.

50.

(1) If the office of any Director appointed by the Company in General Meeting is vacated before his term of office expires in the normal course, the resulting casual vacancy may, be filled by the Board of Directors at a meeting of the Board.

(2) The Director so appointed shall hold office only upto the date upto which the Director in whose place he is appointed would have held the office if it had not been vacated.

Proceedings of the Board

51.

(1) The Board of Directors may meet for the conduct of business, adjourn and otherwise regulate its meetings, as it thinks fit.

(2) The Chairperson or any Director with the prior consent of the Chairperson may, and the manager or secretary on the requisition of a Director shall, at any time, summon a meeting of the Board.

(3) The quorum for a Board meeting shall be as provided in the Act.

(4) The Directors may participate in a meeting of the Board and Committee may be either in person or through video conferencing or audio-visual means or teleconferencing, as may be prescribed under the Act.

52.

(1) Save as otherwise expressly provided in the Act, questions arising at any meeting of the Board shall be decided by a majority of votes.

(2) In case of an equality of votes, the Chairperson of the Board, if any, shall have a second or casting vote.

53.

(1) The Board may elect a Chairperson of its meetings and determine the period for which he is to hold office.

(2) If no such Chairperson is elected, or if at any meeting the Chairperson is not present within fifteen minutes after the time appointed for holding the meeting, the Directors present may choose one of their member to be Chairperson of the meeting.

54.

(1) The Board may, subject to the provisions of the Act, delegate any of its powers to Committee(s) consisting of such member(s) of its body as it thinks fit.

(2) Any Committee so formed shall, in the exercise of the powers so delegated, conform to any Regulations that may be imposed on it by the Board.

55.

(1) A Committee may elect a Chairperson of its meetings unless the Board while constituting a Committee has appointed a Chairperson of such Committee.

(2) If no such Chairperson is elected, or if at any meeting the Chairperson is not present within fifteen minutes after the time appointed for holding the meeting, the members present may choose one of their members to be Chairperson of the meeting.

56.

(1) A Committee may meet and adjourn as it thinks fit.

(2) Questions arising at any meeting of a Committee shall be determined by a majority of votes of the members present, and in case of an equality of votes, the Chairperson shall have a second or casting vote.

57. Save as otherwise expressly provided in the Act, a resolution in writing, signed by all the members of the Board or of a Committee thereof, for the time being entitled to receive notice of a meeting of the Board or Committee, shall be valid and effective as if it had been passed at a meeting of the Board or Committee, duly convened and held.

Duties of Directors

58. The Director shall –

(i) act in accordance with the provisions of the Act, Applicable law and these Articles of Association of the Company.

(ii) act in good faith in order to promote the objects of the Company for the benefit of its members as a whole, and in the best interests of the Company, its employees, the shareholders, the community and for the protection of environment.

(iii) exercise his duties with due and reasonable care, skill and diligence and shall exercise independent judgment.

(iv) not involve in a situation in which he may have a direct or indirect interest that conflicts, or possibly may conflict, with the interest of the Company.

(v) not achieve or attempt to achieve any undue gain or advantage either to himself or to his relatives, partners, or associates and if such Director is found guilty of making any undue gain, he shall be liable to pay an amount equal to that gain to the Company.

(vi) not assign his office and any assignment so made shall be void.

Chief Executive Officer, Manager, Company Secretary or Chief Financial Officer

59. Subject to the provisions of the Act—

(1) A Chief Executive Officer, Manager, Company Secretary or Chief Financial Officer may be appointed by the Board for such term, at such remuneration and upon such conditions as it may think fit; and any Chief Executive Officer, Manager, Company Secretary or Chief Financial Officer so appointed may be removed by means of a resolution of the Board.

(2) A Director may be appointed as Chief Executive Officer, Manager, Company Secretary or Chief Financial Officer.

60. The provisions of the Act or these Regulations requiring or authorising a thing to be done by or to a Director and Chief Executive Officer, Manager, Company Secretary or Chief Financial Officer shall not be satisfied by its being done by or to the same person acting both as Director and as, or in place of, Chief Executive Officer, Manager, Company Secretary or Chief Financial Officer.

The Seal

61. The Board shall provide for the safe custody of the Seal for the time being and the Seal shall never be used except by or under the authority of the Board or a Committee thereof and every deed or other instrument to which the Seal of the Company is required to be affixed shall, be affixed in the presence of a Director/Manager/Chief Executive Officer/Chief Financial Officer/Secretary or such other person as the Board or the Committee may appoint for the purpose, who shall sign every instrument to which the Seal is so affixed in his presence.

The Company shall also be at liberty to have an official seal in accordance with the provisions of the Act or any amendment thereof for use in any territory, district or place outside India and shall be used by or under the authority of the Directors or a Committee of the Directors and granted, in favour of any person appointed for the purpose in that territory, district or place outside India.

Dividends and Reserves

62. The Company in General Meeting may declare dividends, but no dividend shall exceed the amount recommended by the Board but the Company in the General Meeting may declare a lesser dividend.

63. Subject to the provisions of the Act, the Board may from time to time pay to the members such interim dividends of such amount on such class of shares and at such interval as it may think fit.

64.

(i) The Board may, before recommending any dividend, set aside out of the profits of the Company such sums as it thinks fit as a reserve or reserves which shall, at the discretion of the Board, be applicable for any purpose to which the profits of the Company may be properly applied, including provision for meeting contingencies or for equalising dividends; and pending such application, may, at the like discretion, either be employed in the business of the Company or be invested in such investments (other than shares of the Company) as the Board may, from time to time, thinks fit.

(ii) The Board may also carry forward any profits which it may consider necessary no to divide, without setting them aside as a reserve.

65.

(1) Subject to the rights of persons, if any, entitled to shares with special rights as to dividends, all dividends shall be declared and paid according to the amounts paid or credited as paid on the shares in respect whereof the dividend is paid, but if and so long as nothing is paid upon any of the shares in the Company, dividends may be declared and paid according to the amounts of the shares.

(2) No amount paid or credited as paid on a share in advance of calls shall be treated for the purposes of this Article as paid on the share.

(3) All dividends shall be apportioned and paid proportionately to the amounts paid or credited as paid on the shares during any portion or portions of the period in respect of which the dividend is paid; but if any share is issued on terms providing that it shall rank for dividend as from a particular date such share shall rank for dividend accordingly.

66. The Board may deduct from any dividend payable to any member all sums of money, if any, presently payable by him to the Company on account of calls or otherwise in relation to the shares of the Company.

67.

(1) Any dividend, interest or other monies payable in cash in respect of shares may be paid by electronic mode or by cheque or warrant sent through the post/courier/other mode specified in the Act, directed to the registered address of the holder or, in the case of joint holders, to the registered address of that one of the joint holders who is first named on the Register of Members, or to such person and to such address as the holder or joint holders may in writing direct.

(2) Every such cheque or warrant shall be made payable to the order of the person to whom it is sent.

68. Any one of two or more joint holders of a share may give effective receipts for any dividends, bonuses or other monies payable in respect of such share.

69. Notice of any dividend that may have been declared shall be given to the persons entitled to share therein in the manner mentioned in the Act.

70. No dividend shall bear interest against the Company.

Registers

71. The Company shall keep and maintain the statutory registers for such duration as the Board may, unless otherwise prescribed decide, and in such manner and containing such particulars as may be prescribed in the Act.

The Registers and the other documents which are required to be kept open for inspection by the equity shareholders, shall be open for inspection during 11.00 a.m. and 1.00 p.m. (or such other time as the Board including Committee thereof may decide from time to time) on all working days, at the Office or such other place as may be fixed in this behalf, by the persons entitled thereto on payment, where required of such fees as may be fixed by the Board.

Winding up

72. Subject to the applicable provisions of the Act—

(1) If the Company shall be wound up, the liquidator may, with the sanction of a special resolution of the Company and any other sanction required by the Act, divide amongst the members, in specie or kind, the whole or any part of the assets of the Company, whether they shall consist of property of the same kind or not.

(2) For the purpose aforesaid, the liquidator may set such value as he deems fair upon any property to be divided as aforesaid and may determine how such division shall be carried out as between the members or different classes of members.

(3) The liquidator may, with the like sanction, vest the whole or any part of such assets in trustees upon such trusts for the benefit of the contributories if he considers necessary, but so that no member shall be compelled to accept any shares or other securities whereon there is any liability.

Indemnity

73. Every officer of the Company shall be indemnified out of the assets of the Company against any liability incurred by him in defending any proceedings, whether civil or criminal, in which judgment is given in his favour or in which he is acquitted or in which relief is granted to him by the Court or the Tribunal.

SECTION IX – MATERIAL CONTRACTS AND DOCUMENTS FOR INSPECTION

The following contracts which are or may be deemed material have been entered or are to be entered into by our Company. These contracts and also the documents for inspection referred to hereunder, may be inspected on Working Days at the Registered Office/Corporate Office of our Company situated at Edelweiss House, Off C.S.T. Road, Kalina, Mumbai – 400 098,Maharashtra, India between 10.00 am to 5.00 pm on any Working Days from the date of the filing of this Draft Prospectus with the Stock Exchange, until Issue Closing Date.

MATERIAL CONTRACTS

1. Issue Agreement dated May 26, 2026 between the Issuer and the Lead Managers.
2. Registrar Agreement dated May 26, 2026 between the Issuer and the Registrar to the Issue.
3. Debenture Trustee Agreement dated May 20, 2026 executed between the Issuer and the Debenture Trustee.
4. Tripartite agreement dated December 8, 2020 among the Issuer, the Registrar to the Issuer and CDSL.
5. Tripartite agreement dated December 17, 2020 among the Issuer, the Registrar to the Issuer and NSDL.

MATERIAL DOCUMENTS

1. Memorandum and Articles of Association of the Issuer, as amended to date.
2. Certificate of Incorporation of the Issuer dated November 21, 1995 issued by the RoC.
3. Certificate of commencement of business dated January 16, 1996 issued by the RoC.
4. Fresh certificate of incorporation dated August 1, 2011 issued by the RoC.
5. Copy of shareholders' resolution passed by way of postal ballot on September 10, 2014 under Section 180(1)(c) of the Companies Act, 2013 on overall borrowing limits of the Board of Directors of the Issuer.
6. Copy of the resolution passed by the Board of Directors dated November 11, 2025, approving the borrowing limits by way of public issue of non-convertible debentures up to ₹ 10,000 million.
7. Copy of the resolution passed by the Debenture Fund Raising Committee at its meeting held on May 26, 2026 approving the Issue and the Draft Prospectus.
8. Letter dated May 13, 2026 by Crisil Ratings Limited assigning a rating of Crisil A+/Stable (pronounced as "Crisil A plus rating" with stable outlook) for the Issue with rating rationale dated January 9, 2026.
9. Consents of the Directors, Company Secretary and Compliance Officer, Chief Financial Officer, Lead Managers, Registrar to the Issue, Legal Advisor to the Issue, Credit Rating Agency, Debenture Trustee, Banker to the Company, Public Issue Account Bank/ refund bank/sponsor bank*, Consortium Members* and CAAPL to include their names in this Draft Prospectus, in their respective capacities and the NOCs received from lenders/ Debenture Trustee to the Issuer in relation to the Issue.

   ** The consents from the Public Issue Account Bank/ refund bank/sponsor bank and the Consortium Members will be obtained at the Prospectus stage.*
10. Consent of CARE Analytics & Advisory Private Limited dated May 22, 2026 as the agency issuing the industry report titled "Research Report on Financial Services Industry" dated May 2026 and the CAAPL Research Report titled "Research Report on Financial Services Industry" dated May 2026.
11. The Issuer has received the written consent dated May 26, 2026 from Nangia & Co. LLP, Chartered Accountants, to include their name as required under section 26 of the Companies Act, 2013 read with

SEBI NCS Regulations, as amended in this Draft Prospectus, and as an "expert" as defined under section 2(38) of the Companies Act, 2013 to the extent and in their capacity as our Statutory Auditors, and in respect of the (a) the 2026 Audited Standalone Financial Statement for the financial year ended March 31, 2026 and the 2026 Audited Consolidated Financial Statement for the financial year ended March 31, 2026 along with audit report for the financial year ended March 31, 2026; (b) the 2025 Audited Standalone Financial Statement for the financial year ended March 31, 2025 and the 2025 Audited Consolidated Financial Statement for the financial year ended March 31, 2025 along with audit report for the financial year ended March 31, 2025; (c) the 2024 Audited Standalone Financial Statement for the financial year ended March 31, 2024 and the 2024 Audited Consolidated Financial Statement for the financial year ended March 31, 2024 along with audit report for the financial year ended March 31, 2024 and (d) the statement of possible tax benefits dated May 26, 2026, which appear in this Draft Prospectus, and such consent has not been and will not be withdrawn as on the date of this Draft Prospectus. However, the term "expert" shall not be construed to mean an "expert" as defined under the U.S. Securities Act, 1993.

12. The report on statement of possible tax benefits dated May 26, 2026**.**

13. Annual reports of the Issuer for the financial years ended March 31, 2025 and March 31, 2024, and the Audited Financial Statements for the financial year ended March 31, 2026.

14. Share Purchase Agreement and Shareholders Agreement dated August 22, 2025, between the Issuer, Edel Finance Company Limited, Edelweiss Securities and Investment Private Limited, Setu AIF Trust, Konark Trust, MMPL Trust and EAML.

15. Share Purchase Agreement and Shareholders Agreement dated August 22, 2025, between the Issuer, Edel Finance Company Limited, Edelweiss Securities and Investment Private Limited, Setu AIF Trust, Konark Trust, MMPL Trust and Edelweiss Trustee Company Limited.

16. Investment Agreement dated February 10, 2026 between the Issuer, Edelweiss Rural &Corporate Services Limited, Edel Finance Company Limited, Nido Home Finance Limited and CA Sardo Investments.

17. Co-Investor Investment Agreement dated February 10,2026 between the Issuer, Edelweiss Rural & Corporate Services Limited, Edel Finance Company Limited, Nido Home Finance Limited and Salisbury Investments Private Limited.

18. Shareholders Agreement dated February 10, 2026, among CA Sardo Investments, Nido Home Finance Limited, Edelweiss Rural &Corporate Services Limited, the Issuer, Edel Finance Company Limited, and Salisbury Investments Private Limited.

19. Agreement dated February 10, 2026 between CA Sardo Investments and Edelweiss Rural & Corporate Services Limited, Edel Finance Company Limited and Edelweiss Financial Services Limited.

20. In-principle listing approval from BSE by its letter no. [●] dated [●], 2026**.**

21. Due Diligence Certificate dated [●] filed by Trust Investment Advisors Private Limited and Tipsons Consultancy Services Private Limited (lead managers to the Issue) with SEBI.

22. Due Diligence Certificate dated May 26, 2026 filed by the Debenture Trustee to the Issue.

DECLARATION

We, the Directors of the Company, hereby certify and declare that all the applicable legal requirements in connection with this Issue and the Company, including relevant provisions of the Companies Act, 2013, and the guidelines issued by the Government of India and/or the regulations/guidelines/circulars issued by the Reserve Bank of India and the Securities and Exchange Board of India, established under Section 3 of the Securities and Exchange Board of India Act, 1992, as applicable, including the Securities and Exchange Board of India (Issue and Listing of Non-Convertible Securities) Regulations, 2021, as amended, and SEBI Master Circular no. SEBI/HO/DDHS/DDHS-PoD/P/CIR/2025/0000000137 dated October 15, 2025, as amended from time to time have been complied with and no statement made in this Draft Prospectus is contrary to the provisions of the Companies Act, 2013, the Securities Contracts (Regulation) Act, 1956, the Securities and Exchange Board of India Act, 1992 or rules made there under, regulations or guidelines or circulars issued, as the case may be.

We hereby confirm that the compliance with the Securities and Exchange Board of India Act, 1992, or rules made there under does not imply that payment of dividend or interest or repayment of debt securities, is guaranteed by the Central Government. We further certify that all the disclosures and statements made in this Draft Prospectus and the attachments thereto are true, accurate, and correct in all material respects, are in conformity with the Companies Act, 2013, the Securities Contracts (Regulation) Act, 1956, the Securities and Exchange Board of India Act, 1992 or rules made there under, Securities and Exchange Board of India (Issue and Listing of Non-Convertible Securities) Regulations, 2021, as amended, and SEBI Master Circular no. SEBI/HO/DDHS/DDHS-PoD/P/CIR/2025/0000000137 dated October 15, 2025, and all relevant regulations or guidelines or circulars issued, as the case may be and do not omit disclosure of any material fact which may make the statements made therein, in light of circumstances under which they were made, misleading and that this Draft Prospectus does not contain any misstatements. No information material to the subject matter of this Issue has been suppressed or concealed and whatever is stated in this Draft Prospectus and in the attachments thereto is true, correct and complete and is as per the original records maintained by the Promoter(s) subscribing to the Memorandum of Association and Articles of Association. Furthermore, all the monies received under the Issue shall be used only for the purposes and objects indicated in this Draft Prospectus.

The contents of this Draft Prospectus have been perused by the Board of Directors, and the final and ultimate responsibility of the contents mentioned herein shall also lie with the Board of Directors.

Signed by the Directors of the Company

Rashesh Chandrakant Shah
Chairman & Managing Director
DIN: 00008322

Venkatchalam A Ramaswamy
Vice Chairman & Non-Executive Director
DIN: 00008509

Vidya Rashesh Shah
Non-Executive, Non-Independent Director
DIN:00274831

Shiva Kumar
Independent Director
DIN: 06590343

Ashima Goyal
Independent Director
DIN: 00233635

C. Balagopal
Independent Director
DIN: 00430938

Rajiv Jalota
Independent Director
DIN: 00152021

Date: May 26, 2026
Place: Mumbai

ANNEXURE A: CRISIL RATING AND RATING RATIONALE

[*enclosed separately*]

CONFIDENTIAL

RL/EDELCAPLT/385951/NCD/0526/146813/168556349
May 13, 2026

Ms. Ananya Suneja
Chief Financial Officer
Edelweiss Financial Services Limited
Edelweiss House, 11th Floor,
Off C.S.T. Road, Kalina
Mumbai City - 400098
9833415417

Dear Ms. Ananya Suneja,

Re: Crisil rating on the Rs.1200 Crore Non Convertible Debentures& of Edelweiss Financial Services Limited.

All ratings assigned by Crisil Ratings are kept under continuous surveillance and review.

Please refer to our rating letter dated February 03, 2026 bearing Ref. no: RL/EDELCAPLT/385951/NCD/0226/139007/168556349

Rating outstanding on the captioned debt instruments is "Crisil A+/Stable" (pronounced as "Crisil A plus rating" with Stable outlook). Securities with this rating are considered to have adequate degree of safety regarding timely servicing of financial obligations. Such securities carry low credit risk.

In the event of your company not making the issue within a period of 180 days from the above date, or in the event of any change in the size or structure of your proposed issue, a fresh letter of revalidation from Crisil Ratings will be necessary.

As per our Rating Agreement, Crisil Ratings would disseminate the rating along with outlook through its publications and other media, and keep the rating along with outlook under surveillance for the life of the instrument. Crisil Ratings reserves the right to withdraw, or revise the rating / outlook assigned to the captioned instrument at any time, on the basis of new information, or unavailability of information, or other circumstances which Crisil Ratings believes may have an impact on the rating. Please visit www.crisilratings.com and search with the name of the rated entity to access the latest rating/s.

As per the latest SEBI circular (reference number: CIR/IMD/DF/17/2013; dated October 22, 2013) on centralized database for corporate bonds/debentures, you are required to provide international securities identification number (ISIN; along with the reference number and the date of the rating letter) of all bond/debenture issuances made against this rating letter to us. The circular also requires you to share this information with us within 2 days after the allotment of the ISIN. We request you to mail us all the necessary and relevant information at debtissue@crisil.com. This will enable Crisil Ratings to verify and confirm to the depositories, including NSDL and CDSL, the ISIN details of debt rated by us, as required by SEBI. Feel free to contact us for any clarifications you may have at debtissue@crisil.com

Crisil Ratings products / activities or ratings of instruments other than securities that are listed or proposed to be listed may fall under the purview of financial sector regulators (FSRs) other than SEBI. In respect of such products / activities or ratings (under the purview of other FSRs such as Reserve Bank of India (RBI), Ministry of Corporate Affairs (MCA), Insurance Regulatory and Development Authority of India (IRDAI), among others), the grievance / dispute redressal and investor protection mechanisms available under SEBI regulations shall not be applicable. A list of products/activities or ratings of instruments falling under the purview of various FSRs along with the names of respective FSRs has been duly disclosed by Crisil Ratings on its website. A link to the same has been provided below for ready reference:
https://www.crisilratings.com/en/home/our-business/ratings/regulatory-disclosures/list-of-activities-instruments-and-names-of-regulators.html

Should you require any clarifications, please feel free to contact us.

With warm regards,

Disclaimer: *A rating by Crisil Ratings reflects Crisil Ratings' current opinion on the likelihood of timely payment of the obligations under the rated instrument, and does not constitute an audit of the rated entity by Crisil Ratings. Our ratings are based on information provided by the issuer or obtained by Crisil Ratings from sources it considers reliable. Crisil Ratings does not guarantee the completeness or accuracy of the information on which the rating is based. A rating by Crisil Ratings is not a recommendation to buy / sell or hold the rated instrument; it does not comment on the market price or suitability for a particular investor. Crisil Ratings has a practice of keeping all its ratings under surveillance and ratings are revised as and when circumstances so warrant. Crisil Ratings is not responsible for any errors and especially states that it has no financial liability whatsoever to the subscribers / users / transmitters / distributors of its ratings. Crisil Ratings' criteria are available without charge to the public on the web site, www.crisilratings.com. Crisil Ratings or its associates may have other commercial transactions with the company/entity. For the latest rating information on any instrument of any company rated by Crisil Ratings, please visit www.crisilratings.com or contact Customer Service Helpdesk at Crisilratingdesk@crisil.com or at 1800-267-3850*

Yours sincerely,

Aesha Maru
Associate Director - Crisil Ratings

Nivedita Shibu
Director - Crisil Ratings

&public issue

Annexure: List of instruments and names of regulators of the instruments

As required by SEBI CRA Circular dated Feb 10, 2026, a list of activities or instruments falling under the purview of various FSRs, along with the names of respective FSRs, is being disclosed below:

A. Rating activities

Sr. No.	Instrument / activity Name	Regulator of the instruments
1	Listed/Proposed to be listed bonds/debentures/preference share (all securities)	SEBI
2	Unlisted/Proposed to be unlisted Bonds/Debentures/ Preference share (all securities)	MCA
3	Listed PTCs / Securitisation Notes (originated by entities regulated by RBI)*	SEBI
4	Listed PTCs / Securitisation Notes (originated by entities not regulated by RBI)*	SEBI
5	Unlisted PTCs / Securitisation Notes (originated by entities regulated by RBI)*	RBI
6	Listed Commercial Paper and NCDs with original maturity less than 1 year	RBI
7	Unlisted Commercial Paper and NCDs with original maturity less than 1 year	RBI
8	Loan Facilities (Fund/Non-Fund Based) from Bank/NBFCs/NHB/FIs ^	RBI
9	External Commercial Borrowings and other similar borrowings	RBI
10	Certificates of Deposit	RBI
11	Fixed Deposits raised by NBFC's, Banks, HFCs, Fis	RBI
12	Fixed Deposits raised by corporates other than NBFCs, Banks, HFCs, FIs	MCA
13	Inter Corporate Deposits/Loans extended by Corporates	MCA
14	Borrowing programme ~	-
15	Issuer Ratings #	-
16	Credit Ratings for Capital Protection Oriented Schemes (by Mutal Funds and AIFs)	SEBI
17	Credit quality ratings (CQRs) for Mutual Fund Schemes and Schemes of AIFs	SEBI
18	Listed Security Receipts	SEBI
19	Unlisted Security Receipts	RBI
20	Independent Credit Evaluation (ICE)	RBI
21	Expected Loss Ratings (for Loan Facilities (Fund/Non-Fund Based) from Bank/NBFCs/NHB/Fis)	RBI
22	Expected Loss Ratings (Listed/Proposed to be listed bonds/debentures/preference share (all securities))	SEBI
23	Expected Loss Ratings (Unlisted/Proposed to be unlisted Bonds/Debentures/ Preference share (all securities))	MCA
24	Unlisted PTCs / Securitisation Notes (originated by entities not regulated by RBI) *	Investor-side regulator such as IRDAI, PFRDA @

* Includes securitisation transactions involving assignee payout, acquirer's payout.

~ The rated instrument may involve issuance of different instruments such as debt securities (listed or otherwise), bank loans, commercial paper (listed or otherwise), etc. The regulator of the instrument may accordingly be SEBI, RBI or MCA and can only be determined upon issuance. In PRs subsequent to issuance(s), Crisil Ratings Limited shall separately capture the rated quantum details along with names of respective regulators.

^ Includes bank facilities such as liquidity facility, second loss facility that are part of securitisation transactions.

There is no instrument being rated and hence, Regulator of the Instrument is not applicable. The rating scale and definitions are being followed as stipulated in SEBI Master Circular for CRAs.

***Disclaimer**: A rating by Crisil Ratings reflects Crisil Ratings' current opinion on the likelihood of timely payment of the obligations under the rated instrument, and does not constitute an audit of the rated entity by Crisil Ratings. Our ratings are based on information provided by the issuer or obtained by Crisil Ratings from sources it considers reliable. Crisil Ratings does not guarantee the completeness or accuracy of the information on which the rating is based. A rating by Crisil Ratings is not a recommendation to buy / sell or hold the rated instrument; it does not comment on the market price or suitability for a particular investor. Crisil Ratings has a practice of keeping all its ratings under surveillance and ratings are revised as and when circumstances so warrant. Crisil Ratings is not responsible for any errors and especially states that it has no financial liability whatsoever to the subscribers / users / transmitters / distributors of its ratings. Crisil Ratings' criteria are available without charge to the public on the web site, www.crisilratings.com. Crisil Ratings or its associates may have other commercial transactions with the company/entity. For the latest rating information on any instrument of any company rated by Crisil Ratings, please visit www.crisilratings.com or contact Customer Service Helpdesk at Crisilratingdesk@crisil.com or at 1800-267-3850*

@ These ratings were assigned during regulatory regime prior to introduction of SEBI CRA Circular dated Feb 10, 2026 and the investor side regulators have accordingly been included.

Note: Kindly note that for activities or instruments falling under the purview of FSRs other than SEBI, the grievance/dispute redressal mechanisms and investor protection mechanisms provided by SEBI shall not be available.

Disclaimer: *A rating by Crisil Ratings reflects Crisil Ratings' current opinion on the likelihood of timely payment of the obligations under the rated instrument, and does not constitute an audit of the rated entity by Crisil Ratings. Our ratings are based on information provided by the issuer or obtained by Crisil Ratings from sources it considers reliable. Crisil Ratings does not guarantee the completeness or accuracy of the information on which the rating is based. A rating by Crisil Ratings is not a recommendation to buy / sell or hold the rated instrument; it does not comment on the market price or suitability for a particular investor. Crisil Ratings has a practice of keeping all its ratings under surveillance and ratings are revised as and when circumstances so warrant. Crisil Ratings is not responsible for any errors and especially states that it has no financial liability whatsoever to the subscribers / users / transmitters / distributors of its ratings. Crisil Ratings' criteria are available without charge to the public on the web site,* www.crisilratings.com. *Crisil Ratings or its associates may have other commercial transactions with the company/entity. For the latest rating information on any instrument of any company rated by Crisil Ratings, please visit* www.crisilratings.com *or contact Customer Service Helpdesk at Crisilratingdesk@crisil.com or at 1800-267-3850*

Rating Rationale

January 09, 2026 | Mumbai

Edelweiss Financial Services Limited

Ratings reaffirmed at 'Crisil A+/Crisil PPMLD A+/Stable/Crisil A1+'

Rating Action

Rs.1200 Crore Non Convertible Debentures&	**Crisil A+/Stable (Reaffirmed)**
Rs.1000 Crore Non Convertible Debentures&	**Crisil A+/Stable (Reaffirmed)**
Rs.500 Crore Non Convertible Debentures	**Crisil A+/Stable (Reaffirmed)**
Rs.300 Crore Long Term Principal Protected Market Linked Debentures	**Crisil PPMLD A+/Stable (Reaffirmed)**
Rs.584.72 Crore Retail Bond& (Reduced from Rs.881.36 Crore)	**Crisil A+/Stable (Reaffirmed)**
Rs.500 Crore Commercial Paper	**Crisil A1+ (Reaffirmed)**
Non Convertible Debentures Aggregating Rs.2296.86 Crore&	**Crisil A+/Stable (Reaffirmed)**

&public issue
Note: None of the Directors on Crisil Ratings Limited's Board are members of rating committee and thus do not participate in discussion or assignment of any ratings. The Board of Directors also does not discuss any ratings at its meetings.
1 crore = 10 million
Refer to annexure for Details of Instruments & Bank Facilities

Detailed Rationale

Crisil Ratings has reaffirmed its 'Crisil A+/Crisil PPMLD A+/Stable/Crisil A1+' ratings on the debt instruments and bank facilities of Edelweiss Financial Services Ltd (EFSL; part of the Edelweiss group).

Crisil Ratings has **withdrawn** its rating on retail bonds of Rs 136.08 crore and non-convertible debenture of Rs.100.91 in line with its withdrawal policy (See 'Annexure - Details of rating withdrawn') and on receipt of independent confirmation that these instruments are fully redeemed.

The ratings continue to be supported by the Edelweiss group's adequate capitalisation and diversified business risk profile with good market position in the asset reconstruction and asset management businesses. The ratings are constrained by modest profitability and a monitorable portfolio despite of ongoing recoveries.

Analytical Approach

Crisil Ratings has combined the business and financial risk profiles of EFSL and its subsidiaries. This is because all the entities, collectively referred to as the Edelweiss group, have significant operational, financial and managerial linkages.

Please refer to Annexure - List of entities consolidated, which captures the list of entities considered and their analytical treatment of consolidation.

Key Rating Drivers - Strengths

Adequate capitalisation, supported by multiple capital raises

The Edelweiss group has demonstrated its ability to raise capital from global investors across businesses. The group has raised ~Rs 6,000 crore since 2016 across lending, wealth management and asset management businesses. This has helped the group maintain its capital position despite elevated credit cost and absorb asset-side risks. As on March 31, 2025, the group's networth stood at Rs 5,918 crore as against Rs 6,309 crore as on March 31, 2024 (Rs 8,581 crore as on March 31, 2023). The decline in networth in fiscal 2025 is attributed to a strategic mark down in the security receipts (SR) book. Previously, the reduction in networth was due to the distribution of ~30% of Nuvama's networth to EFSL shareholders as part of the demerger.

The networth reduced to Rs 5,636 crore as on September 30, 2025, primarily due to dividend distributions by the asset reconstruction business as well as EFSL and hardening of yields resulting in some investment losses in the insurance business.

The group's gearing stood at 3.02 times (excluding CBLO[1], 2.6 times) as on March 31, 2025, compared with 3.2 times (excluding CBLO, 2.9 times) as on March 31, 2024 (2.4 times as on March 31, 2023, and 2.5 times as on March 31, 2022). It increased to 3.4 times (excluding CBLO 2.9 times) as on September 30, 2025.

While the group has reduced its net debt from Rs 18,550 crore as on March 31, 2022, to Rs 11,170 crore as on March 31, 2025, the net debt remained elevated at Rs 11,334 crore as on September 30, 2025, due to higher debt in the group's corporate entities.

The group's focus on fee-based businesses is expected to keep net debt requirement low. Additionally, planned value unlocking in various businesses, recoveries in wholesale exposures, upstreaming of dividends and monetisation of other investments in properties is expected to aid debt reduction. Proceeds from recent stake sales, including 10% in the mutual fund business to Westbridge Capital, will also help reduce debt. Further stake sales are planned in alternative assets, housing, and potentially insurance businesses, which will unlock capital and facilitate debt reduction.

The group’s ability to reduce its debt while maintaining adequate levels of capitalisation and gearing will remain monitorable.

Diversified business risk profile

The Edelweiss group is a diversified financial services conglomerate with presence across four key verticals: asset management, asset reconstruction, credit (wholesale and retail) and insurance (life and general). Having established a leading position in the alternative assets and asset reconstruction businesses, the group is now focused on expanding its market share in other segments, which is expected to contribute to greater earnings stability over time.

The asset management business encompasses both mutual fund and alternative asset operations. As a prominent player in the alternative asset space, the group has consistently demonstrated growth in its annual revenue recurring (ARR) assets under management (AUM), which increased to Rs 47,670 crore as on September 30, 2025, from Rs 45,310 crore as on March 31, 2025 (Rs 38,192 crore as on March 31, 2024). The mutual fund AUM also scaled up to Rs 154,600 crore as on September 30, 2025 from Rs 141,800 crore as on March 31, 2025 (Rs 127,000 crore as on March 31, 2024).s

In the distressed assets segment, Edelweiss Asset Reconstruction Company (EARC) maintains a good market position as one of the top five private asset reconstruction companies (ARC) in India. EARC's AUM was ~Rs 14,717 crore as on March 31, 2025, declining from Rs 31,590 crore as on March 31, 2024, following the write-off of its 5:95 portfolio as well as some 15:85 portfolio, which had completed over eight years. The AUM declined to Rs 11,491 crore as on September 30, 2025, due to slower acquisitions in line with the industry trend, and higher redemptions of large wholesale exposures. As on September 30, 2025, the fee-paying AUM stood at Rs 9,936 crore as against Rs 12,163 crore as on March 31, 2025.

Having previously focused on wholesale assets, EARC has now shifted its attention to the retail and MSME segments, which are less AUM accretive. The company expects the share of retail and MSME assets to increase over the medium term.

In the lending business, the group has been focusing on retail (mortgage and MSME loans) through a co-lending model, while reducing its wholesale book. However, retail disbursements have been slower than expected due to delays in onboarding and underwriting with co-lending partners, as well as regulatory changes pertaining to colending business. The regulatory embargo on ECL Finance has had a residual impact on growth across the lending businesses. As a result, retail AUM has grown modestly: Rs 4,879 crore (March 2023), Rs 5,368 crore (March 2024), Rs 5,378 crore (March 2025), and Rs 5,550 crore (September 2025). The wholesale loan book has continued to decline, reaching Rs 307 crore by September 2025.

The group also houses the life and general insurance businesses, which are gaining scale and are expected to break even by fiscal 2027.

However, divestment of majority stakes in some of the businesses of the group may reduce the diversity of business risk profile.

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[1] *Collateralised borrowing and lending obligation*

Key Rating Drivers - Weaknesses

Subdued profitability for current size and scale considering presence in multiple businesses

The group’s profitability is lower than that of other large, financial groups, but most of its businesses have consistently reported profits since the last quarter of fiscal 2021.

In fiscal 2025, the group reported profit after tax (PAT) of Rs 536 crore, marginally higher than Rs 528 crore in fiscal 2024. The return on assets (RoA) improved to 1.3% from 1.2%. In the past few years, the profit was largely supported by gains on investments in Nuvama, wherein the group witnessed considerable fair valuation gains.

In the first half of fiscal 2026, the group reported PAT of Rs 278 crore with RoA of 1.3%, compared with PAT of Rs 222 crore and RoA of 1.0% in the corresponding period of the previous fiscal. This was supported by deferred tax asset creation during the period, as a part of IndAS accounting.

Although the group's overall profitability is still affected by losses in the insurance businesses, the losses have been decreasing and the entities are expected to break even in the next 1-2 fiscals.

Profitability in the credit businesses has also remained subdued over the years. The NBFC business has benefited from recoveries in the erstwhile wholesale portfolio (reflected in net gain on fair value changes). While the housing business is profitable, profitability in MSME business is impacted as the platform continues to scale.

The corporate segment, which comprises 11 entities of the group and is engaged in investments, corporate services, merchant banking, technology services, portfolio management services, and trading, continues to report intermittent quarterly losses. These losses can be attributed to the high interest cost associated with the debt in these entities. This debt accounts for a significant proportion of the group’s total gross debt (59% of gross debt, excluding CBLO, as of September

30, 2025). The event-based gains in this segment can offset these losses, as and when these gains happen. On a full year basis, in past three fiscals, the maximum loss incurred in the segment has been ~Rs 51 crore.

PAT of operating businesses stood at Rs 296 crore for the first half of fiscal 2026 compared with Rs 226 crore in the corresponding period of the previous fiscal (Rs 566 crore and Rs 458 crore for fiscals 2025 and 2024, respectively).

Of the various businesses, the asset reconstruction and asset management businesses, mainly alternative assets, remain the largest contributors to overall profitability (forming 90% of the overall PAT[2] for fiscal 2025). Notably, EARC's profitability was supported by healthy redemptions even as there were nil acquisitions during the embargo period.

Looking ahead, the alternative assets business is expected to continue supporting profitability.

However, any additional provisioning required on the monitorable book based on the pace and extent of recovery from underlying assets will need to be closely monitored.

Furthermore, the group's ability to maintain profits in the asset reconstruction business across business cycles, grow retail lending while controlling credit costs, and reduce corporate debt and associated costs will be crucial and a key focus area over the medium term

Asset quality monitorable with elevated level of monitorable portfolio
The overall gross stage III assets in the lending business of the group stood at Rs 434 crore (8.0% of loans) as on September 30, 2025, compared with Rs 416 crore (7.9% of loans) as on March 31, 2025, Rs 720 crore (13.0%) as on March 31, 2024, Rs 794 crore (10.5%) as on March 31, 2023, and Rs 930 crore (8.9%) as on March 31, 2022. Retail gross stage III assets were reported at Rs 123 crore (2.7%) as on September 30, 2025, as against Rs 105 crore (2.3%) as on March 31, 2025, Rs 78 crore (1.84%) as on March 31, 2024, and Rs 124 crore (3.3%) as on March 31, 2023. The headline metrics remain elevated on the back of a declining loan book.

The group has been consciously running down the wholesale portfolio through various modes. While recoveries have also contributed, the reduction has been primarily due to sell-down to ARCs (both internal and external) and alternative investment funds (AIFs) in earlier periods.

The Edelweiss group has retained risks and rewards on a large portion of this and hence, Crisil Ratings tracks the monitorable portfolio to assess the asset quality of the group. This includes gross stage III accounts in the lending book (Rs 434 crore), security receipts held by the group (including those in EARC) related to sell down transactions (Rs 5,553 crore) and loans sold down to AIFs (Rs 1,102 crore). As of September 30, 2025, the overall monitorable portfolio stood at Rs 7,089 crore as marginally lower than Rs 7,446 crore as on March 31, 2025. Although, the monitorable portfolio has decreased from Rs 12,097 crore as on March 31, 2022 (and Rs 11,383 crore as on March 31, 2021), it remains at an elevated level. Crisil Ratings notes that while majority of this monitorable portfolio represents on-book exposure of the Edelweiss group, a portion of it pertains to exposure of external ARC or AIF wherein the group has extended a put option.

The group has made provisions of 45% against the outstanding monitorable portfolio resulting in a net monitorable portfolio of Rs 3,892 crore as on September 30, 2025, compared with Rs 4,366 crore as on March 31, 2025, and Rs 6,018 crore as on March 31, 2024. According to management estimates, there is a reasonable level of collateral cover for most of the portfolio, providing some protection against potential losses.

However, any disruptions to the planned recoveries could necessitate higher provisioning and likely exert pressure on the group's profitability. As such, the group's ability to realize the expected recoveries from the monitorable portfolio will remain a key area of focus and monitoring.

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[2]Excluding both insurance entities and corporate business, which are currently loss making

Liquidity Adequate
As on December 15, 2025, the group had liquidity of Rs 5,090 crore, of which Rs 1,663 crore was in the form of bank balances, fixed deposits and investments in mutual funds, Rs 3,111 crore in the form of liquid treasury book, and Rs 316 crore in the form of available lines. This is sufficient to meet debt obligations and operating expenses for about seven months, even after assuming nil business inflow and no incremental fund raising. Furthermore, the group's liquidity is expected to be supported by contractual receivables from the retail book and ongoing recoveries from wholesale exposures and the planned stake sales.

ESG Profile
Crisil Ratings believes the environment, social and governance (ESG) profile of EFSL supports its credit risk profile.

The ESG profile of financial institutions typically factors in governance as a key differentiator among them. The sector has a reasonable social impact because of its substantial employee and customer base, and as it can play a key role in promoting financial inclusion. While the sector does not have a direct adverse environmental impact, lending decisions may have a bearing on the environment and other sustainability related factors.

The Edelweiss group has an evolving focus on strengthening various aspects of its ESG profile.

ESG highlights:
- EFSL is cognisant of its environmental impact with a focus on adding renewable energy by installing solar power captive generation, solar roof-top generation, and wind power purchase agreements.

- It also has energy-saving initiatives in place such as switching to LED lights from conventional lightings, HVAC schedule running operations, air handling unit, and automatic temperature control drive, etc.
- These initiatives lead to fall in the emissions intensity by ~0.7% from previous fiscal.
- The total water consumption declined by ~26% in compared to fiscal 2020 levels. Additionally, EFSL also has initiatives in place to recycle waste which including food, paper and e-waste.
- The gender diversity of the employees stands at ~26% in fiscal 2025. Also, the average training hours for employees is relatively high at 12.9 hours.

- The company's governance structure is characterized by ~57% independent directors and 29% women directors on Board. Additionally, the company has mechanisms for redressal of investor grievances and extensive disclosures.

There is growing importance of ESG among investors and lenders. The Edelweiss group's commitment to ESG will play a key role in enhancing stakeholder confidence, given the presence of foreign investors.

Outlook Stable
The 'Stable' outlook factors in the group's strengthened liquidity and flexibility to raise additional capital through asset monetisation avenues, if needed.

Rating sensitivity factors
Upward factors
- Substantial improvement in the overall business profitability of the group with return on equity of over ~15% on a sustained basis
- Significant growth in scale across all business segments, including those beyond asset reconstruction and asset management businesses.
- Sharp organic reduction in the monitorable portfolio

Downward factors
- Any material deterioration in profitability from the current levels
- Gearing levels increasing to 4.0 times
- Funding access challenges with limited fundraising at optimal costs by the group
- Slower traction in resolution of monitorable portfolio.

About the Company
EFSL was incorporated in 1995 as Edelweiss Capital Ltd. The company, on a standalone basis, is primarily engaged in investment banking services and provides development, managerial and financial support to group entities.

On standalone basis, EFSL's reported networth stood at Rs 5,517 crore as on March 31, 2025, compared with Rs 5,463 crore as on March 31, 2024. The company reported a loss of Rs 52 crore on total income of Rs 40 crore (net of interest expenses) for fiscal 2025, against PAT of Rs 695 crore on total income of Rs 701 crore in fiscal 2024.

For the first half of fiscal 2026, the company reported PAT of Rs 98 crore against a loss of Rs 59 crore for the corresponding period of the previous fiscal.

About the Group
The Edelweiss group comprised 27 subsidiaries and associates as on September 30, 2025. The group had 255 offices in 135 cities as on March 31, 2025. As part of streamlining its operating structure, including reducing the number of group entities from 74 as on March 31, 2016, the group has restructured the businesses into four verticals — credit, insurance, asset management and asset reconstruction.

The group is present across alternative and domestic asset management, asset reconstruction, loans to individuals, mortgage finance - loans against property and small-ticket housing loans, MSME finance, and life and general insurance. In addition, the group has a corporate business which functions as an investment vertical and houses the treasury management function as well.

On a consolidated basis, the group reported PAT of Rs 536 crore on a total income (net off interest expense) of Rs 6,982 crore for fiscal 2025, as against PAT of Rs 528 crore on a total income of Rs 6,815 crore for fiscal 2024.

For the first half of fiscal 2026, the group reported PAT of Rs 278 crore on a total income of Rs 2,840 crore, as against PAT of Rs 222 crore on total income of Rs 3,805 crore for the corresponding period of the previous fiscal.

Key Financial Indicators: EFSL (consolidated)

As on/for the period ended	Units	March 2025	March 2024	March 2023
Total assets	Rs crore	41,623	42920	44,064
Total income net off interest expense	Rs crore	6982	6815	6,058
PAT	Rs crore	536	528	406
Gross stage III assets^	Rs crore	416	720	794
Gross stage III assets	%	7.9	13.0	10.5
Net stage III assets	Rs crore	111	125	156
Net stage III assets	%	2.3	2.6	2.1
Gearing	Times	3.0	3.2	2.4
Return on assets	%	1.3	1.2	0.9

^Refers to gross stage III of the on balance sheet loan book. The reported gross stage III assets as per annual report is Rs 7,693 crore as on March 31, 2025, Rs 9,604 crore as on March 31, 2024, and Rs 13,155 crore as on March 31, 2023. Net Stage III was Rs 4,546, Rs

6,228 crore and Rs 8,313 crore, respectively. These include stage III assets in EARC on monitorable book sold down by ECL Finance, interest accrued on non-performing assets and stage III assets held by group entities other than NBFCs on trade and general-purpose advances.

As on/for the period ended	Units	September 2025	September 2024
Total assets	**Rs crore**	**42,177**	**43,747**
Total income net off interest expense	**Rs crore**	**2840**	**3805**
PAT	**Rs crore**	**278**	**222**
Gross stage III assets	**Rs crore**	**434**	**738**
Gross stage III assets	**%**	**8.0**	**13.7**
Net stage III assets	**Rs crore**	**128**	**144**
Net stage III assets	**%**	**2.6**	**3.0**
Gearing	**Times**	**3.4**	**3.1**
Return on assets	**%**	**1.3**	**1.0**

Any other information: Not Applicable

Note on complexity levels of the rated instrument:
Crisil Ratings` complexity levels are assigned to various types of financial instruments and are included (where applicable) in the 'Annexure - Details of Instrument' in this Rating Rationale.

Crisil Ratings will disclose complexity level for all securities - including those that are yet to be placed - based on available information. The complexity level for instruments may be updated, where required, in the rating rationale published subsequent to the issuance of the instrument when details on such features are available.

For more details on the Crisil Ratings` complexity levels please visit www.crisilratings.com. Users may also call the Customer Service Helpdesk with queries on specific instruments.

Annexure - Details of Instrument(s)

ISIN	Name Of Instrument	Date Of Allotment	Coupon Rate (%)	Maturity Date	Issue Size (Rs.Crore)	Complexity Levels	Rating Outstanding with Outlook
NA	Commercial Paper	NA	NA	7-365 Days	500.00	Simple	Crisil A1+
NA	Long Term Principal Protected Market Linked Debentures#	NA	NA	NA	300.00	Highly Complex	Crisil PPMLD A+/Stable
INE532F07BP6	Non Convertible Debentures	08-Jan-21	9.53	08-Jan-31	18.07	Simple	Crisil A+/Stable
INE532F07BQ4	Non Convertible Debentures	08-Jan-21	9.95	08-Jan-31	7.13	Simple	Crisil A+/Stable
INE532F07BX0	Non Convertible Debentures	29-Apr-21	9.16	29-Apr-26	81.92	Simple	Crisil A+/Stable
INE532F07BY8	Non Convertible Debentures	29-Apr-21	9.55	29-Apr-26	30.11	Simple	Crisil A+/Stable
INE532F07BZ5	Non Convertible Debentures	29-Apr-21	Zero Coupon	29-Apr-26	9.30	Simple	Crisil A+/Stable
INE532F07CA6	Non Convertible Debentures	29-Apr-21	9.30	29-Apr-31	19.13	Simple	Crisil A+/Stable
INE532F07CB4	Non Convertible Debentures	29-Apr-21	9.70	29-Apr-31	15.72	Simple	Crisil A+/Stable
INE532F07DG1	Non Convertible Debentures	20-Jan-23	Zero Coupon	20-Jan-28	15.50	Simple	Crisil A+/Stable

INE532F07DH9	Non Convertible Debentures	20-Jan-23	10.00	20-Jan-33	47.20	Simple	Crisil A+/Stable
INE532F07DI7	Non Convertible Debentures	20-Jan-23	10.45	20-Jan-33	23.80	Simple	Crisil A+/Stable
INE532F07DJ5	Non Convertible Debentures	20-Jan-23	10.10	20-Jan-28	36.70	Simple	Crisil A+/Stable
INE532F07DK3	Non Convertible Debentures	20-Jan-23	9.67	20-Jan-28	119.80	Simple	Crisil A+/Stable
INE532F07DL1	Non Convertible Debentures	20-Jan-23	Zero Coupon	20-Jan-26	20.20	Simple	Crisil A+/Stable
INE532F07DM9	Non Convertible Debentures	20-Jan-23	9.20	20-Jan-26	54.50	Simple	Crisil A+/Stable
INE532F07DN7	Non Convertible Debentures	20-Jan-23	9.60	20-Jan-26	49.80	Simple	Crisil A+/Stable
INE532F07DP2	Non Convertible Debentures	27-Apr-23	9.20	27-Apr-26	38.10	Simple	Crisil A+/Stable
INE532F07DS6	Non Convertible Debentures	27-Apr-23	9.60	27-Apr-26	28.10	Simple	Crisil A+/Stable
INE532F07DT4	Non Convertible Debentures	27-Apr-23	9.67	27-Apr-28	68.70	Simple	Crisil A+/Stable
INE532F07DU2	Non Convertible Debentures	27-Apr-23	Zero Coupon	27-Apr-26	10.70	Simple	Crisil A+/Stable
INE532F07DV0	Non Convertible Debentures	27-Apr-23	10.10	27-Apr-28	29.80	Simple	Crisil A+/Stable
INE532F07DW8	Non Convertible Debentures	27-Apr-23	Zero Coupon	27-Apr-28	9.90	Simple	Crisil A+/Stable
INE532F07DX6	Non Convertible Debentures	27-Apr-23	10.00	27-Apr-33	34.60	Simple	Crisil A+/Stable
INE532F07DY4	Non Convertible Debentures	27-Apr-23	10.45	27-Apr-33	12.20	Simple	Crisil A+/Stable
INE532F07DZ1	Non Convertible Debentures	21-Jul-23	10.45	21-Jul-33	11.17	Simple	Crisil A+/Stable
INE532F07EC8	Non Convertible Debentures	21-Jul-23	9.20	21-Jul-26	36.61	Simple	Crisil A+/Stable
INE532F07ED6	Non Convertible Debentures	21-Jul-23	9.60	21-Jul-26	29.71	Simple	Crisil A+/Stable
INE532F07EE4	Non Convertible Debentures	21-Jul-23	Zero Coupon	21-Jul-26	15.15	Simple	Crisil A+/Stable
INE532F07EF1	Non Convertible Debentures	21-Jul-23	Zero Coupon	21-Jul-28	8.63	Simple	Crisil A+/Stable

INE532F07EG9	Non Convertible Debentures	21-Jul-23	9.67	21-Jul-28	78.51	Simple	Crisil A+/Stable
INE532F07EH7	Non Convertible Debentures	21-Jul-23	10.10	21-Jul-28	28.06	Simple	Crisil A+/Stable
INE532F07EI5	Non Convertible Debentures	21-Jul-23	10.00	21-Jul-33	34.43	Simple	Crisil A+/Stable
INE532F07EW6	Non Convertible Debentures	29-Jan-24	9.60	29-Jan-27	33.70	Simple	Crisil A+/Stable
INE532F07EV8	Non Convertible Debentures	29-Jan-24	Zero Coupon	29-Jan-26	7.70	Simple	Crisil A+/Stable
INE532F07EU0	Non Convertible Debentures	29-Jan-24	9.20	29-Jan-27	29.80	Simple	Crisil A+/Stable
INE532F07ET2	Non Convertible Debentures	29-Jan-24	8.95	29-Jan-26	27.60	Simple	Crisil A+/Stable
INE532F07FC5	Non Convertible Debentures	29-Jan-24	10.45	29-Jan-34	9.10	Simple	Crisil A+/Stable
INE532F07FB7	Non Convertible Debentures	29-Jan-24	10.00	29-Jan-34	21.80	Simple	Crisil A+/Stable
INE532F07FA9	Non Convertible Debentures	29-Jan-24	Zero Coupon	29-Jan-29	5.10	Simple	Crisil A+/Stable
INE532F07EZ9	Non Convertible Debentures	29-Jan-24	10.10	29-Jan-29	24.10	Simple	Crisil A+/Stable
INE532F07EY2	Non Convertible Debentures	29-Jan-24	9.67	29-Jan-29	44.10	Simple	Crisil A+/Stable
INE532F07EX4	Non Convertible Debentures	29-Jan-24	Zero Coupon	29-Jan-27	11.00	Simple	Crisil A+/Stable
INE532F07FD3	Non Convertible Debentures	29-Apr-24	10.00	29-Apr-34	14.18	Simple	Crisil A+/Stable
INE532F07FE1	Non Convertible Debentures	29-Apr-24	Zero Coupon	29-Apr-26	3.01	Simple	Crisil A+/Stable
INE532F07FF8	Non Convertible Debentures	29-Apr-24	9.00	29-Apr-26	35.63	Simple	Crisil A+/Stable
INE532F07FG6	Non Convertible Debentures	29-Apr-24	10.45	29-Apr-34	2.67	Simple	Crisil A+/Stable
INE532F07FH4	Non Convertible Debentures	29-Apr-24	Zero Coupon	29-Apr-29	4.61	Simple	Crisil A+/Stable
INE532F07FI2	Non Convertible Debentures	29-Apr-24	10.10	29-Apr-29	4.67	Simple	Crisil A+/Stable
INE532F07FJ0	Non Convertible Debentures	29-Apr-24	10.45	29-Apr-34	7.80	Simple	Crisil A+/Stable

INE532F07FK8	Non Convertible Debentures	29-Apr-24	9.20	29-Apr-27	27.05	Simple	Crisil A+/Stable
INE532F07FL6	Non Convertible Debentures	29-Apr-24	9.60	29-Apr-27	25.34	Simple	Crisil A+/Stable
INE532F07FM4	Non Convertible Debentures	29-Apr-24	Zero Coupon	29-Apr-27	6.10	Simple	Crisil A+/Stable
INE532F07FN2	Non Convertible Debentures	29-Apr-24	9.67	29-Apr-29	29.06	Simple	Crisil A+/Stable
INE532F07FO0	Non Convertible Debentures	29-Apr-24	10.10	29-Apr-29	14.46	Simple	Crisil A+/Stable
INE532F07FP7	Non Convertible Debentures	26-Jul-24	9.50	26-Jul-26	8.13	Simple	Crisil A+/Stable
INE532F07FQ5	Non Convertible Debentures	26-Jul-24	Zero Coupon	26-Jul-26	3.41	Simple	Crisil A+/Stable
INE532F07FR3	Non Convertible Debentures	26-Jul-24	9.57	26-Jul-27	22.49	Simple	Crisil A+/Stable
INE532F07FS1	Non Convertible Debentures	26-Jul-24	10.00	26-Jul-27	26.80	Simple	Crisil A+/Stable
INE532F07FT9	Non Convertible Debentures	26-Jul-24	Zero Coupon	26-Jul-27	5.01	Simple	Crisil A+/Stable
INE532F07FU7	Non Convertible Debentures	26-Jul-24	10.40	26-Jul-29	23.53	Simple	Crisil A+/Stable
INE532F07FV5	Non Convertible Debentures	26-Jul-24	10.50	26-Jul-29	10.62	Simple	Crisil A+/Stable
INE532F07FW3	Non Convertible Debentures	26-Jul-24	Zero Coupon	26-Jul-29	3.25	Simple	Crisil A+/Stable
INE532F07FX1	Non Convertible Debentures	26-Jul-24	11.00	26-Jul-34	6.59	Simple	Crisil A+/Stable
INE532F07FY9	Non Convertible Debentures	26-Jul-24	11.00	26-Jul-34	3.75	Simple	Crisil A+/Stable
INE532F07FZ6	Non Convertible Debentures	26-Jul-24	10.49	26-Jul-34	19.49	Simple	Crisil A+/Stable
INE532F07GA7	Non Convertible Debentures	26-Jul-24	10.50	26-Jul-29	4.88	Simple	Crisil A+/Stable
INE532F07GB5	Non Convertible Debentures	24-Oct-24	9.50	24-Oct-26	53.78	Simple	Crisil A+/Stable
INE532F07GC3	Non Convertible Debentures	24-Oct-24	9.50	24-Oct-26	4.91	Simple	Crisil A+/Stable
INE532F07GD1	Non Convertible Debentures	24-Oct-24	9.57	24-Oct-27	18.86	Simple	Crisil A+/Stable

INE532F07GE9	Non Convertible Debentures	24-Oct-24	10.00	24-Oct-27	28.49	Simple	Crisil A+/Stable
INE532F07GF6	Non Convertible Debentures	24-Oct-24	10.50	24-Oct-29	11.39	Simple	Crisil A+/Stable
INE532F07GG4	Non Convertible Debentures	24-Oct-24	10.00	24-Oct-27	5.53	Simple	Crisil A+/Stable
INE532F07GH2	Non Convertible Debentures	24-Oct-24	10.50	24-Oct-29	1.82	Simple	Crisil A+/Stable
INE532F07GI0	Non Convertible Debentures	24-Oct-24	10.49	24-Oct-34	19.25	Simple	Crisil A+/Stable
INE532F07GJ8	Non Convertible Debentures	24-Oct-24	10.04	24-Oct-29	20.08	Simple	Crisil A+/Stable
INE532F07GK6	Non Convertible Debentures	24-Oct-24	10.50	24-Oct-29	3.48	Simple	Crisil A+/Stable
INE532F07GL4	Non Convertible Debentures	24-Oct-24	11.00	24-Oct-34	7.65	Simple	Crisil A+/Stable
INE532F07GM2	Non Convertible Debentures	24-Oct-24	11.00	24-Oct-34	2.08	Simple	Crisil A+/Stable
INE532F07GN0	Non Convertible Debentures	28-Oct-24	10.20	28-Apr-27	50.00	Simple	Crisil A+/Stable
INE532F07GO8	Non Convertible Debentures	24-Jan-25	9.50	24-Jan-27	12.72	Simple	Crisil A+/Stable
INE532F07GP5	Non Convertible Debentures	24-Jan-25	9.50	24-Jan-27	3.95	Simple	Crisil A+/Stable
INE532F07GQ3	Non Convertible Debentures	24-Jan-25	9.57	24-Jan-28	32.93	Simple	Crisil A+/Stable
INE532F07GR1	Non Convertible Debentures	24-Jan-25	11.00	24-Jan-35	7.92	Simple	Crisil A+/Stable
INE532F07GS9	Non Convertible Debentures	24-Jan-25	11.00	24-Jan-35	2.30	Simple	Crisil A+/Stable
INE532F07GT7	Non Convertible Debentures	24-Jan-25	10.49	24-Jan-35	28.24	Simple	Crisil A+/Stable
INE532F07GU5	Non Convertible Debentures	24-Jan-25	10.50	24-Jan-30	4.47	Simple	Crisil A+/Stable
INE532F07GV3	Non Convertible Debentures	24-Jan-25	10.50	24-Jan-30	4.45	Simple	Crisil A+/Stable
INE532F07GW1	Non Convertible Debentures	24-Jan-25	10.50	24-Jan-30	19.32	Simple	Crisil A+/Stable
INE532F07GX9	Non Convertible Debentures	24-Jan-25	10.04	24-Jan-30	33.78	Simple	Crisil A+/Stable

INE532F07GY7	Non Convertible Debentures	24-Jan-25	10.00	24-Jan-28	10.76	Simple	Crisil A+/Stable
INE532F07GZ4	Non Convertible Debentures	24-Jan-25	10.00	24-Jan-28	31.24	Simple	Crisil A+/Stable
INE532F07HA5	Non Convertible Debentures	30-Apr-25	9.50	30-Apr-27	13.42	Simple	Crisil A+/Stable
INE532F07HB3	Non Convertible Debentures	30-Apr-25	11.00	30-Apr-35	6.55	Simple	Crisil A+/Stable
INE532F07HC1	Non Convertible Debentures	30-Apr-25	11.00	30-Apr-35	4.28	Simple	Crisil A+/Stable
INE532F07HD9	Non Convertible Debentures	30-Apr-25	10.50	30-Apr-30	5.84	Simple	Crisil A+/Stable
INE532F07HE7	Non Convertible Debentures	30-Apr-25	Zero Coupon	30-Apr-30	3.99	Simple	Crisil A+/Stable
INE532F07HF4	Non Convertible Debentures	30-Apr-25	10.50	30-Apr-30	17.09	Simple	Crisil A+/Stable
INE532F07HG2	Non Convertible Debentures	30-Apr-25	10.49	30-Apr-35	31.30	Simple	Crisil A+/Stable
INE532F07HH0	Non Convertible Debentures	30-Apr-25	Zero Coupon	30-Apr-28	11.76	Simple	Crisil A+/Stable
INE532F07HI8	Non Convertible Debentures	30-Apr-25	10.00	30-Apr-28	35.77	Simple	Crisil A+/Stable
INE532F07HJ6	Non Convertible Debentures	30-Apr-25	9.57	30-Apr-28	32.95	Simple	Crisil A+/Stable
INE532F07HK4	Non Convertible Debentures	30-Apr-25	Zero Coupon	30-Apr-27	3.42	Simple	Crisil A+/Stable
INE532F07HL2	Non Convertible Debentures	30-Apr-25	10.04	30-Apr-30	31.64	Simple	Crisil A+/Stable
INE532F07HM0	Non Convertible Debentures	24-Jul-25	9.00	24-Jul-27	31.41	Simple	Crisil A+/Stable
INE532F07HN8	Non Convertible Debentures	24-Jul-25	9.75	24-Jul-28	73.22	Simple	Crisil A+/Stable
INE532F07HO6	Non Convertible Debentures	24-Jul-25	Zero Coupon	24-Jul-28	17.13	Simple	Crisil A+/Stable
INE532F07HP3	Non Convertible Debentures	24-Jul-25	10.50	24-Jul-35	2.17	Simple	Crisil A+/Stable
INE532F07HQ1	Non Convertible Debentures	24-Jul-25	10.03	24-Jul-35	25.07	Simple	Crisil A+/Stable
INE532F07HR9	Non Convertible Debentures	24-Jul-25	10.50	24-Jul-35	12.32	Simple	Crisil A+/Stable

INE532F07HS7	Non Convertible Debentures	24-Jul-25	Zero Coupon	24-Jul-30	11.29	Simple	Crisil A+/Stable
INE532F07HT5	Non Convertible Debentures	24-Jul-25	Zero Coupon	24-Jul-27	4.64	Simple	Crisil A+/Stable
INE532F07HU3	Non Convertible Debentures	24-Jul-25	10.25	24-Jul-30	32.31	Simple	Crisil A+/Stable
INE532F07HV1	Non Convertible Debentures	24-Jul-25	9.80	24-Jul-30	37.89	Simple	Crisil A+/Stable
INE532F07HW9	Non Convertible Debentures	24-Jul-25	10.25	24-Jul-30	5.79	Simple	Crisil A+/Stable
INE532F07HX7	Non Convertible Debentures	24-Jul-25	9.35	24-Jul-28	44.79	Simple	Crisil A+/Stable
INE532F07HY5	Non Convertible Debentures	07-Oct-25	10.00	07-Oct-30	27.76	Simple	Crisil A+/Stable
INE532F07HZ2	Non Convertible Debentures	07-Oct-25	Zero Coupon	07-Oct-27	5.92	Simple	Crisil A+/Stable
INE532F07IA3	Non Convertible Debentures	07-Oct-25	9.12	07-Oct-28	54.69	Simple	Crisil A+/Stable
INE532F07IB1	Non Convertible Debentures	07-Oct-25	9.50	07-Oct-28	35.68	Simple	Crisil A+/Stable
INE532F07IC9	Non Convertible Debentures	07-Oct-25	9.00	07-Oct-27	17.09	Simple	Crisil A+/Stable
INE532F07ID7	Non Convertible Debentures	07-Oct-25	9.58	07-Oct-30	68.39	Simple	Crisil A+/Stable
INE532F07IE5	Non Convertible Debentures	07-Oct-25	9.80	07-Oct-35	41.96	Simple	Crisil A+/Stable
INE532F07IF2	Non Convertible Debentures	07-Oct-25	10.25	07-Oct-35	11.48	Simple	Crisil A+/Stable
INE532F07IG0	Non Convertible Debentures	07-Oct-25	Zero Coupon	07-Oct-28	9.96	Simple	Crisil A+/Stable
INE532F07IH8	Non Convertible Debentures	07-Oct-25	Zero Coupon	07-Oct-30	7.55	Simple	Crisil A+/Stable
INE532F07II6	Non Convertible Debentures	12-Dec-25	Zero Coupon	12-Dec-30	8.01	Simple	Crisil A+/Stable
INE532F07IJ4	Non Convertible Debentures	12-Dec-25	9.67	12-Dec-35	23.38	Simple	Crisil A+/Stable
INE532F07IK2	Non Convertible Debentures	12-Dec-25	10.10	12-Dec-35	9.74	Simple	Crisil A+/Stable
INE532F07IL0	Non Convertible Debentures	12-Dec-25	9.03	12-Dec-28	60.76	Simple	Crisil A+/Stable

INE532F07IM8	Non Convertible Debentures	12-Dec-25	8.85	12-Dec-27	12.10	Simple	Crisil A+/Stable
INE532F07IN6	Non Convertible Debentures	12-Dec-25	Zero Coupon	12-Dec-28	12.70	Simple	Crisil A+/Stable
INE532F07IO4	Non Convertible Debentures	12-Dec-25	Zero Coupon	12-Dec-27	4.21	Simple	Crisil A+/Stable
INE532F07IP1	Non Convertible Debentures	12-Dec-25	9.44	12-Dec-30	30.70	Simple	Crisil A+/Stable
INE532F07IQ9	Non Convertible Debentures	12-Dec-25	9.40	12-Dec-28	59.81	Simple	Crisil A+/Stable
INE532F07IR7	Non Convertible Debentures	12-Dec-25	9.85	12-Dec-30	28.61	Simple	Crisil A+/Stable
NA	Non Convertible Debentures#	NA	NA	NA	700.23	Simple	Crisil A+/Stable
NA	Non Convertible Debentures#	NA	NA	NA	1200.00	Simple	Crisil A+/Stable
INE532F07CQ2	Retail Bond*	28-Dec-21	9.15	28-Dec-26	77.76	Simple	Crisil A+/Stable
INE532F07CR0	Retail Bond*	28-Dec-21	9.55	28-Dec-26	75.80	Simple	Crisil A+/Stable
INE532F07CS8	Retail Bond*	28-Dec-21	Zero Coupon	28-Dec-26	12.17	Simple	Crisil A+/Stable
INE532F07CT6	Retail Bond*	28-Dec-21	9.30	28-Dec-31	31.10	Simple	Crisil A+/Stable
INE532F07CU4	Retail Bond*	28-Dec-21	9.70	28-Dec-31	13.22	Simple	Crisil A+/Stable
INE532F07DA4	Retail Bond*	20-Oct-22	Zero Coupon	20-Oct-27	10.00	Simple	Crisil A+/Stable
INE532F07DB2	Retail Bond*	20-Oct-22	9.35	20-Oct-27	122.00	Simple	Crisil A+/Stable
INE532F07DC0	Retail Bond*	20-Oct-22	9.75	20-Oct-27	32.00	Simple	Crisil A+/Stable
INE532F07DD8	Retail Bond*	20-Oct-22	9.65	20-Oct-32	26.00	Simple	Crisil A+/Stable
INE532F07DE6	Retail Bond*	20-Oct-22	10.10	20-Oct-32	19.00	Simple	Crisil A+/Stable
INE532F07EK1	Retail Bond*	26-Oct-23	10.45	26-Oct-33	8.48	Simple	Crisil A+/Stable
INE532F07EL9	Retail Bond*	26-Oct-23	10.00	26-Oct-33	18.73	Simple	Crisil A+/Stable
INE532F07EM7	Retail Bond*	26-Oct-23	10.10	26-Oct-28	17.95	Simple	Crisil A+/Stable
INE532F07EN5	Retail Bond*	26-Oct-23	Zero Coupon	26-Oct-28	6.21	Simple	Crisil A+/Stable
INE532F07EO3	Retail Bond*	26-Oct-23	9.67	26-Oct-28	40.35	Simple	Crisil A+/Stable
INE532F07EP0	Retail Bond*	26-Oct-23	9.60	26-Oct-26	33.86	Simple	Crisil A+/Stable
INE532F07EQ8	Retail Bond*	26-Oct-23	9.20	26-Oct-26	28.75	Simple	Crisil A+/Stable
INE532F07ES4	Retail Bond*	26-Oct-23	Zero Coupon	26-Oct-26	8.72	Simple	Crisil A+/Stable

NA	Retail Bond#	NA	NA	NA	2.62	Simple	Crisil A+/Stable

#Yet to be issued
**Public issue*

Annexure - Details of Rating Withdrawn

ISIN	Name Of Instrument	Date Of Allotment	Coupon Rate (%)	Maturity Date	Issue Size (Rs.Crore)	Complexity Levels	Rating Outstanding with Outlook
INE532F07CX8	Retail Bond*	20-Oct-22	8.90	20-Oct-25	58.00	Simple	Withdrawn
INE532F07CY6	Retail Bond*	20-Oct-22	9.25	20-Oct-25	42.00	Simple	Withdrawn
INE532F07CZ3	Retail Bond*	20-Oct-22	Zero Coupon	20-Oct-25	23.00	Simple	Withdrawn
INE532F07EJ3	Retail Bond*	26-Oct-23	8.95	26-Oct-25	9.77	Simple	Withdrawn
INE532F07BM3	Non Convertible Debentures	08-Jan-21	9.39	08-Jan-26	55.90	Simple	Withdrawn
INE532F07BN1	Non Convertible Debentures	08-Jan-21	9.80	08-Jan-26	34.21	Simple	Withdrawn
INE532F07BO9	Non Convertible Debentures	08-Jan-21	Zero Coupon	08-Jan-26	10.80	Simple	Withdrawn
INE532F07ER6	Retail Bond*	26-Oct-23	Zero Coupon	26-Oct-25	3.31	Simple	Withdrawn

**Public issue*

Annexure - List of Entities Consolidated

Names of Entities Consolidated	Extent of Consolidation	Rationale for Consolidation
ECL Finance Ltd	Full	Subsidiary
Edelcap Securities Ltd	Full	Subsidiary
Edelweiss Asset Management Ltd	Full	Subsidiary
ECap Securities and Investments Ltd (formerly known as ECap Equities Ltd)	Full	Subsidiary
Edelweiss Trusteeship Company Ltd	Full	Subsidiary
Nido Home Finance Ltd (formerly known as Edelweiss Housing Finance Ltd)	Full	Subsidiary
Edelweiss Investment Adviser Ltd	Full	Subsidiary
ECap Equities Ltd (formerly known as Edel Land Ltd)	Full	Subsidiary
Edel Investments Ltd	Full	Subsidiary
Edelweiss Rural & Corporate Services Ltd	Full	Subsidiary
Comtrade Commodities Services Ltd (formerly known as Edelweiss Comtrade Ltd)	Full	Subsidiary
Edel Finance Company Ltd	Full	Subsidiary
Zuno General Insurance Ltd (formerly known as Edelweiss General Insurance Company Ltd)	Full	Subsidiary
Edelweiss Securities and Investment Pvt Ltd	Full	Subsidiary
Edelweiss Alternative Asset Advisors Pte Ltd	Full	Subsidiary
Edelweiss International (Singapore) Pte Ltd	Full	Subsidiary
EdelGive Foundation	Full	Subsidiary
Edelweiss Alternative Asset Advisors Ltd	Full	Subsidiary
Edelweiss Asset Reconstruction Company Ltd	Full	Subsidiary
Edelweiss Life Insurance Company Ltd	Full	Subsidiary
Allium Finance Pvt Ltd	Full	Subsidiary
Edelweiss Global Wealth Management Ltd	Full	Subsidiary

Nuvama Custodial Services Ltd (formerly known as Edelweiss Capital Services Ltd)	Full	Subsidiary
Sekura India Management Ltd	Full	Subsidiary
Edelweiss Real Assets Managers Ltd	Full	Subsidiary

Annexure - Rating History for last 3 Years

	Current			2026 (History)		2025		2024		2023		Start of 2023
Instrument	**Type**	**Outstanding Amount**	**Rating**	**Date**	**Rating**	**Date**	**Rating**	**Date**	**Rating**	**Date**	**Rating**	**Rating**
Commercial Paper	ST	500.0	Crisil A1+		--	09-09-25	Crisil A1+	27-12-24	Crisil A1+	18-12-23	Crisil A1+	Crisil A1+
			--		--	23-05-25	Crisil A1+	02-12-24	Crisil A1+/Watch Negative	31-08-23	Crisil A1+	--
			--		--	09-01-25	Crisil A1+	04-09-24	Crisil A1+/Watch Negative	22-06-23	Crisil A1+	--
			--		--		--	07-06-24	Crisil A1+/Watch Negative	03-02-23	Crisil A1+	--
Non Convertible Debentures	LT	4996.86	Crisil A+/Stable		--	09-09-25	Crisil A+/Stable	27-12-24	Crisil A+/Negative	18-12-23	Crisil A+/Stable	Crisil AA-/Negative
			--		--	23-05-25	Crisil A+/Stable	02-12-24	Crisil A+/Watch Negative	31-08-23	Crisil AA-/Negative	--
			--		--	09-01-25	Crisil A+/Stable	04-09-24	Crisil A+/Watch Negative	22-06-23	Crisil AA-/Negative	--
			--		--		--	07-06-24	Crisil A+/Watch Negative	03-02-23	Crisil AA-/Negative	--
Retail Bond	LT	584.72	Crisil A+/Stable		--	09-09-25	Crisil A+/Stable	27-12-24	Crisil A+/Negative	18-12-23	Crisil A+/Stable	Crisil AA-/Negative
			--		--	23-05-25	Crisil A+/Stable	02-12-24	Crisil A+/Watch Negative	31-08-23	Crisil AA-/Negative	--
			--		--	09-01-25	Crisil A+/Stable	04-09-24	Crisil A+/Watch Negative	22-06-23	Crisil AA-/Negative	--
			--		--		--	07-06-24	Crisil A+/Watch Negative	03-02-23	Crisil AA-/Negative	--
Long Term Principal Protected Market Linked Debentures	LT	300.0	Crisil PPMLD A+/Stable		--	09-09-25	Crisil PPMLD A+/Stable	27-12-24	Crisil PPMLD A+/Negative	18-12-23	Crisil PPMLD A+/Stable	Crisil PPMLD AA-r /Negative
			--		--	23-05-25	Crisil PPMLD A+/Stable	02-12-24	Crisil PPMLD A+/Watch Negative	31-08-23	Crisil PPMLD AA-/Negative	--
			--		--	09-01-25	Crisil PPMLD A+/Stable	04-09-24	Crisil PPMLD A+/Watch Negative	22-06-23	Crisil PPMLD AA-/Negative	--
			--		--		--	07-06-24	Crisil PPMLD A+/Watch Negative	03-02-23	Crisil PPMLD AA-/Negative	--

All amounts are in Rs.Cr.

Criteria Details

Links to related criteria
Basics of Ratings (including default recognition, assessing information adequacy)
Criteria for Finance and Securities companies (including approach for financial ratios)
Criteria for consolidation

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ANNEXURE B: DEBENTURE TRUSTEE CONSENT LETTER

[*enclosed separately*]

BEACON TRUSTEESHIP

CONSENT LETTER

CLIENT ID:	**BTL2234**	**CL DATE:**	**20-MAY-2026**
CL NO:	**BTL/DEB-R/CL/26-27/45**	**OUTWARD NO:**	**BTL/DEB/26-27/5489**

Edelweiss Financial Services Limited
Edelweiss House,
Off C.S.T. Road,
Kalina, Mumbai - 400 098

Dear Ma'am/Sir

Sub: PUBLIC ISSUE BY EDELWEISS FINANCIAL SERVICES LIMITED ("COMPANY") OF SECURED REDEEMABLE NON-CONVERTIBLE DEBENTURES OF FACE VALUE OF ₹ 1000 EACH ("NCDs" OR "DEBENTURES") FOR AN AMOUNT UPTO ₹ 1,500 MILLION ("BASE LIMIT") WITH A GREEN SHOE OPTION OF UP TO ₹ 1,500 MILLION CUMULATIVELY AGGREGATING UP TO ₹ 3,000 MILLION ("ISSUE LIMIT") HEREINAFTER REFERRED TO AS THE "ISSUE". THE NCDS WILL BE ISSUED ON TERMS AND CONDITIONS AS SET OUT IN THE OFFER DOCUMENTS FOR THE ISSUE INCLUDING THE DRAFT PROSPECTUS ("DRAFT PROSPECTUS") AND THE PROSPECTUS ("PROSPECTUS") AND OTHER ISSUE RELATED DOCUMENTS (COLLECTIVELY, THE "OFFER DOCUMENTS"). THE ISSUE IS BEING MADE PURSUANT TO THE PROVISIONS OF THE SECURITIES AND EXCHANGE BOARD OF INDIA (ISSUE AND LISTING OF NON - CONVERTIBLE SECURITIES) REGULATIONS, 2021, AS AMENDED (THE "SEBI NCS REGULATIONS"), THE COMPANIES ACT, 2013 AND RULES MADE THEREUNDER AS AMENDED TO THE EXTENT NOTIFIED AND THE SEBI NCS MASTER CIRCULAR DATED OCTOBER 15, 2025.

We, the undersigned, hereby consent to be named as the Debenture Trustee to the Issue and to our name being inserted as the Debenture Trustee to the Issue in the Draft Prospectus to be filed with the BSE Limited and/or National Stock of India Limited (collectively referred to as "**Stock Exchange(s)**") and to be forwarded to Securities and Exchange Board of India ("**SEBI**"), and the Prospectus to be filed with the Registrar of Companies, Mumbai, Maharashtra ("**RoC**"), Stock Exchange(s) and to be forwarded to SEBI in respect of the Issue and also in all related advertisements, publicity material, research report, presentation, press release, Abridged Prospectus and subsequent communications sent pursuant to the Issue.

The following details may, *inter alia*, be disclosed in the Draft Prospectus and the Prospectus and other Issue related material in relation to us:

Logo:	BEACON TRUSTEESHIP
Name:	Beacon Trusteeship Limited
Address:	5W, 5th Floor, The Metropolitan, E-Block, Bandra Kurla Complex, Bandra (E), Mumbai 400051
Telephone:	022 - 46060278
Email:	compliance@beacontrustee.co.in
Investor Grievance Email:	investorgrievances@beacontrustee.co.in
Website:	www.beacontrustee.co.in
Contact Person:	Mr. Ritobrata Mitra
Compliance Officer:	Mr. Ritobrata Mitra
SEBI Registration No:	IND000000569
CIN:	L74999MH2015PLC271288

CY0139

We confirm that we are registered with the SEBI and that such registration is valid as on the date of this letter. We enclose a copy of our registration certificate enclosed herein as **Annexure A** and declaration regarding our registration with SEBI as **Annexure B**.

We also confirm that we have not been prohibited by SEBI or any regulatory authority to act as an intermediary in capital market issues.

We hereby authorise you to deliver this letter of consent to the RoC, pursuant to the provisions of Section 26 of the Companies Act, 2013 and other applicable laws or any other regulatory/statutory authorities as required by law.

We also agree to keep strictly confidential, until such time as the proposed transaction is publicly announced by the Company in the form of a press release, (i) the nature and scope of this transaction; and (ii) our knowledge of the proposed transaction of the Company; and (iii) any other information in connection thereto.

We confirm that we will immediately inform you and the Lead Manager(s) of any change to the above information until the date when the NCDs commence trading on the Stock Exchange(s). In the absence of any such communication from us, the above information should be taken as updated information until the NCDs commence trading.

This letter may be relied upon by the Company, the Lead Manager(s), and the legal advisor to the Issue in respect of the Issue.

Sincerely

For
Beacon Trusteeship Limited

Beacon Trusteeship Limited

Authorized Signatory
Name: Mr. Len Dabreo
Designation: Manager

CC:
Trust Investment Advisors Private Limited
109/110, Balarama, Bandra Kurla Complex
Bandra (East), Mumbai – 400 051
Maharashtra, India

Nuvama Wealth Management Limited
801-804, Wing A, Building No 3
Inspire BKC, G Block, Bandra Kurla Complex,
Bandra East, Mumbai – 400 051

Tipsons Consultancy Services Private Limited
1st Floor, Sheraton House,
Opposite Ketav Petrol Pump, Polytechnic Road,
Ambawadi, Ahmedabad – 380015, Gujarat

JSA Advocates and Solicitors
One Lodha Place, 27th Floor,
Senapati Bapat Marg,
Lower Parel,
Mumbai, Maharashtra, 400013

Annexure A

प्रपत्र ख
FORM-B

डिबेंचर न्यासी

DEBENTURE TRUSTEE

भारतीय प्रतिभूति और विनिमय बोर्ड
SECURITIES AND EXCHANGE BOARD OF INDIA

(डिबेंचर न्यासी) विनियम, 1993
(DEBENTURE TRUSTEE) REGULATIONS, 1993

(विनियम 6)
(Regulation 6)

रजिस्ट्रीकरण प्रमाणपत्र
CERTIFICATE OF REGISTRATION

1) बोर्ड, भारतीय प्रतिभूति और विनिमय बोर्ड अधिनियम, 1992 के अधीन डिबेंचर न्यासी के लिए बनाए गए नियमों और विनियमों के साथ पठित उस अधिनियम की धारा-12 की उपधारा (1) द्वारा प्रदत्त शक्तियों का प्रयोग करते हुए,

1) In exercise of the powers conferred by sub-section (1) of section 12 of the Securities and Exchange Board of India Act, 1992, read with the rules and regulations made thereunder for the debenture trustee the Board hereby grants a certificate of registration to

Beacon Trusteeship Limited,
5W, 5th floor, The Metropolitan,
Bandra Kurla Complex, Bandra (E),
Mumbai – 400051

को नियमों में, शर्तों के अधीन रहते हुए और विनियमों के अनुसार डिबेंचर न्यासी के रूप में रजिस्ट्रीकरण का प्रमाणपत्र इसके द्वारा प्रदान करता है।
as a debenture trustee subject to the conditions in the rules and in accordance with the regulations.

2) डिबेंचर न्यासी के लिए रजिस्ट्रीकरण कूट है।
2) Registration Code for the debenture trustee is **IND000000569**

This certificate of registration shall be valid till it is suspended or cancelled by the Board.

3) जब तक नवीकृत न किया जाए, रजिस्ट्रीकरण का प्रमाणपत्र से तक विधिमान्य है।
3) Unless renewed, the certificate of registration is valid from to

भारतीय प्रतिभूति और विनिमय बोर्ड
के लिए और उसकी ओर से
For and on behalf of
Securities and Exchange Board of India

स्थान Place : **Mumbai**

तारीख Date : **September 12, 2024**

RACHNA ANAND
प्राधिकृत हस्ताक्षरकर्ता Authorised Signatory

Beacon Trusteeship Limited

Annexure B

We hereby confirm that as on date the following details in relation to our registration with the SEBI as a Debenture Trustee is true and correct:

S. No.	Particulars	Details
1.	Registration Number	IND000000569
2.	Date of registration/ date of last renewal of registration	September 12, 2024
3.	Date of expiry of registration	Permanent Certificate
4.	If applied for renewal, date of application for renewal of registration	Not Applicable
5.	Details of any communication from SEBI prohibiting from acting as an intermediary	None
6.	Details of any pending inquiry/ investigation being conducted by SEBI	Please Refer Annexure C
7.	Period up to which registration/ renewal fees has been paid	DT Fees paid for period ending April 10, 2027
8.	Details of any penalty imposed by SEBI	Please Refer Annexure C

Beacon Trusteeship Limited

Annexure C

Beacon Trusteeship Limited
Disciplinary History Summary
Last Updated: February 11, 2026, v1

I. Any disciplinary action taken by SEBI or any other regulatory authority (including overseas regulators, if any):

In the matter of inspection of Beacon Trusteeship Limited – Debenture Trustee:	
Regulator	Securities Exchange Board of India (SEBI)
Order No. & Date	Order/AN/RG/2023-24/30183 Dated: March 27, 2024
Findings	Violation with respect to Reg. 59 of SEBI LODR Regulations and Reg. 15(r) & (s), 16 of SEBI Debenture Trustee Regulations.
Penalty	INR 3,00,000/-
Current Status	The order was passed on March 27, 2024. We have paid the applicable penalty under protest on May 10, 2024.

In the matter of Shares Bazaar AIF:	
Regulator	Securities Exchange Board of India (SEBI)
Order No. & Date	Order/BM/RK/2024-25/31013-31014 Dated: November 28, 2024
Findings	Violation of Clause 3 (b) of Schedule IV of the AIF Regulations regarding the Code of Conduct for the trustee of the Regulations and Clause 13.2.2 (ii) of Master Circular dated July 31, 2023, read with Regulation 20(1) and Regulation 20(2) of AIF Regulations.
Penalty	INR 5,00,000/-
Current Status	SEBI passed the order on November 28, 2024, and issued a 'Notice of Demand' on January 22, 2025. The Company, has as of January 10, 2025, filed an appeal against the said Order before the Hon'ble Securities Appellate Tribunal ("SAT"). The Hon'ble Securities Appellate Tribunal, Mumbai vide its Order dated January 29, 2025, has admitted the appeal filed by the Company and has granted a stay on the directions of the Order and the recovery proceedings, subject to the Company depositing 50% of the penalty amount with SEBI within two weeks from the date of the Order. The company has deposited the said amount and attended the subsequent hearings on the matter. Final order of SAT is awaited.

II. For Ongoing proceedings:

NIL

III. Operational actions such as advisory letter / administrative warning / deficiency letter.

The Trustee, in its capacity as a debenture trustee, has received communications dated October 24, 2019, May 31, 2022, September 5, 2022, September 8, 2023, October 26, 2023, September 2, 2024, November 14, 2024, February 12, 2025, March 18, 2025, March 28, 2025, and January 23, 2026, from SEBI, in the form of an advisory letter, administrative warning and / or deficiency letter. The company has taken the necessary corrective actions to remedy the said deficiencies / non-compliances and reported the same to SEBI from time to time.

Notes:

The Trustee has no other litigation initiated by any regulatory authority against or for in its beneficiary capacity. However, the Trustee is acting in a fiduciary capacity as trustee to various transactions where the Trustee is representing/defending the interest of the claimant/beneficiary. Hence, in these matters, there is no direct claim or liability as such on the Trustee and accordingly not disclosed.

Beacon Trusteeship Limited