K. S. AIYAR & CO
CHARTERED ACCOUNTANTS

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Independent Auditor's Review Report on Unaudited Financial Results of HSBC InvestDirect Financial Services (India) Limited for the quarter and half year ended September 30, 2026 under Regulation 52 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ('the Listing Regulations').

To the Board of Directors of
HSBC InvestDirect Financial Services (India) Limited

1) We have reviewed the accompanying Statement of unaudited financial results of HSBC InvestDirect Financial Services (India) Limited ("the NBFC"), for the quarter and half year ended September 30, 2026 ("the Statement") attached herewith, being submitted by the NBFC pursuant to the requirements of Regulation 52 of the Securities and Exchange Board of India ("SEBI") (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended (the "Listing Regulations").

2) The Statement, which is the responsibility of the NBFC's management and approved by the Board of Directors of the NBFC, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 'Interim Financial Reporting' (Ind AS 34'), prescribed under Section 133 of the Companies Act, 2013, as amended read with relevant rules issued thereunder, the circulars, guidelines and directions issued by the Reserve Bank of India ('the RBI') from time to time, applicable to the NBFC ('the RBI guidelines') and other accounting principles generally accepted in India and is in compliance with the presentation and disclosure requirements with Regulation 52 of the Listing Regulations. Our responsibility is to express a conclusion on the Statement based on our review.

3) We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE 2410 '*Review of Interim Financial Information Performed by the Independent Auditor of the Entity'),* issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free from material misstatement. A review of interim financial information consists of making inquiries, primarily of personnel responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing specified under section 143(10) of the 'Act, and consequently does not enable us to obtain

assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

4) Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement, prepared in accordance with the recognition and measurement principles laid down in Ind AS 34, prescribed under Section 133 of the Act, as amended read with relevant rules issued thereunder, the RBI guidelines and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement, or that it has not been prepared in accordance with the relevant prudential norms issued by the RBI in respect of income recognition, asset classification, provisioning, to the extent applicable to the NBFC, and other related matters.

5) Other Matter:
The financial results of the Company for the quarter ended June 30, 2026, included in this Statement were reviewed by preceding auditors M. M. Nissim & Co. LLP who had expressed an unmodified review conclusion vide their report dated August 05, 2026. Our review conclusion is not modified in respect of this matter.

For K S Aiyar & Co.,
Chartered Accountants
FRN 100186W

Rajesh Shashikant Joshi
Digitally signed by Rajesh Shashikant Joshi
Date: 2026.11.03 16:30:39 +05'30'

Rajesh Joshi
Partner
Membership No. 038526
UDIN: **26038526WFRFNA3625**

Place: Mumbai
Date: November 03, 2026

HSBC InvestDirect Financial Services (India) Limited
Statement of Unaudited Financial Results for the quarter and half year ended September 30, 2026

(All amounts in INR Lakh, unless otherwise stated)

Particulars	Quarter ended			Half year ended		Year ended
	Sep 30, 2026 (Unaudited)	Jun 30, 2026 (Unaudited)	Sep 30, 2025 (Unaudited)	Sep 30, 2026 (Unaudited)	Sep 30, 2025 (Unaudited)	March 31, 2026 (Audited)
Revenue from operations						
Interest income	6,423.45	6,496.80	4,700.78	12,920.25	8,680.50	20,001.22
Reversal of impairment on financial instruments		0.23	-	-	-	-
Net gain on fair value changes	53.47	74.40	33.59	127.87	152.61	243.27
Total revenue from operations	**6,476.92**	**6,571.43**	**4,734.37**	**13,048.12**	**8,833.11**	**20,244.49**
Other income	0.81	0.02	0.01	0.83	506.63	1,062.78
Total income	**6,477.73**	**6,571.45**	**4,734.38**	**13,048.95**	**9,339.74**	**21,307.27**
Expenses						
Finance costs	4,159.30	4,343.51	2,678.99	8,502.81	5,067.94	11,992.65
Impairment on financial instruments	1.11	-	3.94	0.88	4.72	10.41
Employee benefits expenses	279.81	283.48	247.08	563.29	471.29	1,020.15
Depreciation and amortisation	9.50	7.78	10.48	17.28	20.94	38.60
Others expenses	164.91	178.75	210.59	343.66	343.31	712.18
Total expenses	**4,614.63**	**4,813.52**	**3,151.08**	**9,427.92**	**5,908.20**	**13,773.99**
Profit before tax	**1,863.10**	**1,757.93**	**1,583.30**	**3,621.03**	**3,431.54**	**7,533.28**
Income tax expense:						
- Current tax	510.00	462.00	405.00	972.00	885.00	1,926.00
- Deferred tax	(3.60)	(11.60)	(4.90)	(15.20)	(15.70)	(7.31)
- Excess provision for tax of earlier years	-	-	-	-	24.76	19.48
Total tax expense	**506.40**	**450.40**	**400.10**	**956.80**	**894.06**	**1,938.17**
Profit for the period	**1,356.70**	**1,307.53**	**1,183.20**	**2,664.23**	**2,537.48**	**5,595.11**
Other comprehensive income						
i) Items that will not be reclassified to profit or loss						
- Remeasurements of post-employment benefit obligations	-	-	-	-	-	(9.48)
- Changes in the fair value of equity investments at FVOCI						-
ii) Income tax relating to items that will not be reclassified to profit or loss	-	-	-	-	-	2.39
Other comprehensive loss for the period	**-**	**-**	**-**	**-**	**-**	**(7.09)**
Total comprehensive income for the period	**1,356.70**	**1,307.53**	**1,183.20**	**2,664.23**	**2,537.48**	**5,588.02**
Earnings per equity share (Nominal value of Rs. 10 per share)						
- Basic and Diluted (Rs.)	0.93	0.89	0.81	1.82	1.73	3.82

Notes

1 Statement of Asset and Liabilities for the half year ended September 30, 2026

(All amounts in INR Lakh, unless otherwise stated)

Particulars	As at 30-09-2026 (Unaudited)	As at 31-03-2026 (Audited)
ASSETS		
Financial assets		
Cash and cash equivalents	181.34	111.89
Bank balance other than cash and cash equivalents	4,047.35	4,045.83
Loans	290,368.46	282,878.00
Investments	674.99	3,380.61
Other financial assets	4.21	3.65
Non-financial assets		
Current tax assets (Net)	99.64	1,195.08
Deferred tax assets (Net)	49.40	34.20
Property, plant and equipment	40.20	11.94
Capital work in progress	113.47	93.15
Right of use of assets	20.80	27.56
Intangible assets	22.09	23.63
Other non-financial assets	55.45	65.96
Total assets	**295,677.39**	**291,871.50**
LIABILITIES AND EQUITY		
LIABILITIES		
Financial liabilities		
Payables		
(I) Trade payables		
(i) total outstanding dues of micro enterprises and small enterprises	34.70	42.73
(ii) total outstanding dues of creditors other than micro enterprises and small enterprises	86.81	84.96
Debt securities	178,378.30	176,865.81
Borrowings (other than debt securities)	50,060.54	50,468.65
Lease liabilities	21.98	28.65
Other financial liabilities	106.48	29.93
Non-financial Liabilities		
Current tax liabilities (Net)	94.09	53.64
Provisions	32.94	52.17
Other non-financial liabilities	35.97	83.61
EQUITY		
Equity share capital	14,628.47	14,628.47
Other equity	52,197.12	49,532.88
Total equity	**66,825.59**	**64,161.35**
Total liabilities and equity	**295,677.39**	**291,871.50**

2 Statement of Cash flows for the half year ended September 30, 2026

(All amounts in INR Lakh, unless otherwise stated)

Particulars	Half year ended Sept 30, 2026 (Unaudited)	Half year ended Sept 30, 2025 (Unaudited)
CASH FLOW FROM OPERATING ACTIVITIES :		
Profit before tax:	3,621.03	3,431.54
Adjustments :		
Depreciation and amortisation	17.28	20.94
Impairment on financial assets	0.88	4.72
Interest expense on borrowings	1,385.14	1,055.54
Interest paid on borrowings	(1,384.37)	(1,056.80)
Interest expense on corporates	359.40	302.50
Interest paid on corporates	(356.60)	(310.66)
Interest expense on debt securities	6,743.83	3,692.04
Interest income on loans	(12,793.71)	(8,536.96)
Interest received on loans	10,638.10	7,731.86
Provision for employee benefit - gratuity	20.29	11.13
Interest income on bank deposits	(126.54)	(143.54)
Unrealised gain on mutual fund	(0.04)	(0.31)
Realised gain on mutual fund	(127.83)	(152.30)
Stamp duty on mutual fund	7.37	6.38
Operating profit before working capital changes	**8,004.22**	**6,056.07**
Adjustments for working capital changes:		
Increase in loans	(5,335.73)	(47,312.77)
Decrease in other non financial assets	10.51	19.73
Increase in other financial assets	(0.56)	-
Increase / (decrease) in trade payables	(6.18)	144.01
Increase in other financial liabilities	76.55	57.08
Decrease in provisions	(39.52)	(22.26)
Decrease in other non financial liabilities	(47.78)	(30.29)
Cash generated from operations	(5,342.71)	(47,144.50)
Less : Income taxes paid (net of refunds)	163.89	32.52
Net cash iinflow/(outflow) from operating activities	**2,825.40**	**(41,055.91)**
CASH FLOW FROM INVESTING ACTIVITIES :		
Placement of fixed deposit with bank	(3,204.00)	(3,204.00)
Proceeds from fixed deposit with bank	3,204.00	3,204.00
Interest income on bank deposits	125.02	143.28
Purchase of property, plant and equipment and intangible assets	(37.24)	0.00
Capital work in progress	(20.32)	(69.92)
Lease liabilities	(6.67)	(8.57)
Investment in mutual fund	(149,300.00)	(127,600.00)
Redemption in mutual fund	152,126.12	128,851.59
Net cash inflow from investing activities	**2,886.91**	**1,316.38**
CASH FLOW FROM FINANCING ACTIVITIES :		
Proceeds from borrowings	35,000.00	42,000.00
Repayment of borrowings	(32,500.00)	(48,500.00)
Proceeds from corporates	10,000.00	5,000.00
Repayment of corporates	(10,000.00)	(10,000.00)
Proceeds from Loan from holding company	-	22,000.00
Repayment of loan from holding company	(2,000.00)	(19,800.00)
Proceeds from issue of debt securities	251,768.82	51,243.73
Repayment of debt securities	(257,000.00)	(3,692.04)
Net cash (outflow)/inflow from financing activities	**(4,731.18)**	**38,251.69**
NET INCREASE/(DECREASE) IN CASH AND BANK BALANCES	**981.13**	**(1,487.84)**
Add : Cash and cash equivalents at beginning of the period	(799.79)	1,651.21
Cash and cash equivalents at end of the period	**181.34**	**163.37**

Reconciliation of cash and cash equivalents as per the statement of cash flows

Cash and cash equivalents as per above comprise of the following

Particulars	As at 30-09-2026 (Unaudited)	As at 30-09-2025 (Unaudited)
Cash and cash equivalents	181.34	163.37
Balances as per statement of cash flows	**181.34**	**163.37**

3 These financial results (the 'Statement' or 'Results') together with the results for the comparative reporting periods of the Company have been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, (Ind AS 34) "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013 as amended, read with Companies (Indian Accounting Standards) Rules, 2015 as amended from time to time and other accounting principles generally accepted in India and in compliance with Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.

4 The Company has applied its material accounting policies in the preparation of this Statement consistent with those followed in the annual financial statements for the year ended March 31, 2026. Any application guidance / clarification / directions issued by the Reserve Bank of India or other regulators are implemented as and when they are issued or applicable.

5 The above results had been reviewed and recommended for Board approval by the Audit Committee and approved and taken on record by the Board of Directors at the meeting held on November 03, 2026. The results for the quarter and half year ended September 30, 2026 have been reviewed by statutory auditors viz K S Aiyar & Co., Chartered Accountants. The results for the quarter ended June 30, 2026 have been reviewed by preceding auditors viz M.M. Nissim & Co LLP, Chartered Accountants.

6 Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision maker as defined in Ind AS 108 – Operating Segments. The Board of Directors have been identified as the chief operating decision maker. The Company operates in a single business segment of financing and there are no separate reportable segments identified as per the Ind AS 108 - Segment Reporting.

7 Figures for the previous period/year have been regrouped wherever necessary to confirm to current period/year presentation.

For and on behalf of the Board of Directors of
HSBC InvestDirect Financial Services (India) Limited

B VARGHESE

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Berlin Varghese
Managing Director
(DIN 10059070)