



## Arman Financial Services Limited

501-504, SAKAR III, OPP. OLD HIGH COURT, OFF ASHRAM ROAD, AHMEDABAD-380 014. GUJARAT, INDIA  
PH. : +91-79-40507000, 27541989 e-mail : finance@armanindia.com Web : www.armanindia.com CIN : L55910GJ1992PLC018623  
Date: May 27, 2024

To, BSE Limited P. J. Tower, Dalal Street, Mumbai-400001	To, National Stock Exchange of India Limited "Exchange Plaza" C-1, Block G, Bandra Kurla Complex, Bandra, Mumbai- 400051
Script Code: 531179 ISIN: INE109C01017	Symbol: ARMANFIN Series: EQ

Dear Sir,

### Sub: Outcome of Board Meeting

Pursuant to Regulation 30, read with part A of Schedule III and Regulation 33 and 52 of SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015, we wish to inform you that Board of Directors of the Company in their meeting held today i.e. May 27, 2024, inter alia, have considered and approved the following:

1. The audited standalone and consolidated financial results of the Company for the quarter and year ended March 31, 2024 along with the Audit Report. Please find attached the standalone / consolidated financial results together with the Auditors Report thereon in accordance with Regulation 33 and 52 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015;
2. Declaration of C.F.O. regarding unmodified opinion on the aforesaid Financial Results is attached.

The Meeting commenced at 1:00 P.M. and concluded at 3:00 P.M.

Thanking You

Yours faithfully,

For, Arman Financial Services Limited

  
Jayendra Patel  
Vice Chairman & Managing Director  
(DIN: 00011814)





***talati & talati llp***  
*Chartered Accountants*

**Independent Auditor's Report on Consolidated Financial Results of Arman Financial services limited pursuant to the requirements of Regulation 33 and 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations").**

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To  
The Board of Directors of  
**ARMAN FINANCIAL SERVICES LIMITED**

**Report on the Audit of the Consolidated Financial Results**

**OPINION**

1. We have audited the accompanying statement of consolidated financial results of **ARMAN FINANCIAL SERVICES LIMITED** ("the Parent") and its subsidiary **NAMRA FINANCE LIMITED** ("the subsidiary") [Parent and Subsidiary together referred to as "the Group"] for the quarter ended on March 31, 2024 and the year-to-date results for the period from April 1, 2023 to March 31, 2024 ("the Statement"), being submitted by the Parent pursuant to the requirements of Regulation 33 and 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended ("Listing Regulations").
2. In our opinion and to the best of our information and according to the explanations given to us and based on the considerations of reports of other auditor on separate audited financial results of the subsidiary, the consolidated Financial Results for the year ended on March 31, 2024:
  - 2.1. includes the results of the **NAMRA FINANCE LIMITED** ("the subsidiary");
  - 2.2. is presented in accordance with the requirements of Regulation 33 and 52 Listing Regulations in this regard; and.
  - 2.3. gives a true and fair view, in conformity with the recognition and measurement principles laid down in the applicable Indian Accounting Standards ("Ind AS"), and other accounting principles generally accepted in India, of the consolidated net profit and other comprehensive income and loss and other financial information for the quarter ended March 31, 2024 and for the year to date period from April 1, 2023 to March 31, 2024.

**BASIS OF OPINION**

3. We conducted our audit 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 Responsibility for the Audit of the Consolidated Financial results 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 (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 made thereunder, and we have fulfilled our other ethical responsibilities in accordance with these

Talati & Talati LLP, a Limited Liability Partnership bearing LLP identification NO. AAC/2014/009

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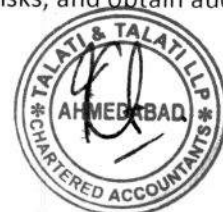
requirements and the Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion.

#### **MANAGEMENT'S RESPONSIBILITIES FOR CONSOLIDATED FINANCIAL RESULTS**

4. The results is prepared on the basis of the Consolidated Annual Financial Results. The Parent's Board of Directors are responsible for the preparation and presentation of the consolidated results for the year ended March 31, 2024 that give true and fair view of the net profit and other comprehensive income/Loss and other financial information in accordance with the recognition and measurement principles laid down in Ind AS prescribed under section 133 of the Act read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with the Regulation 33 and 52 Listing Regulations.
5. The respective Board of Directors of the companies included in the group are responsible for the 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; selection and application of appropriate accounting policies; making judgements and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate financial controls that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the respective financial results 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 Consolidated Financial Results by the Directors of the Parent, as aforesaid.
6. In preparing the Consolidated financial results, the respective Board of Directors of the Company and of its subsidiary are responsible for assessing the ability of the Parent and of its subsidiary to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the respective Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.
7. The respective Board of Directors of the Company and of its subsidiary are responsible for overseeing the financial reporting process of the Company and of its subsidiary.

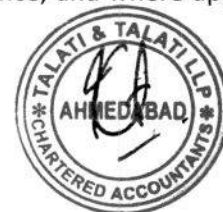
#### **AUDITOR'S RESPONSIBILITIES**

8. Our objectives are to obtain reasonable assurance about whether the consolidated financial results for the year ended on March 31, 2024 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 results.
9. As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:
  - 9.1 Identify and assess the risks of material misstatement of the financial results, 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.

- 9.2 Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. But not for the purpose of expressing an opinion on effectiveness of such controls.
  - 9.3 Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the management.
  - 9.4 Conclude on the appropriateness of 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 Group'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 Consolidated financial results 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.
  - 9.5 Evaluate the overall presentation, structure and content of the consolidated financial results, including the disclosures, and whether the consolidated financial results represent the underlying transactions and events in a manner that achieves fair presentation.
  - 9.6 Obtain sufficient and appropriate audit evidence regarding the Annual Consolidated Financial Results of the entities within the Group to express an opinion on the Annual consolidated Financial Results. We are responsible for the direction, supervision and performance of the audit of financial information of the parent included in the Annual Consolidated Financial Results of which we are the independent auditors. For the other entity Included in the Annual Consolidated Financial Results, which have been audited by the 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.
10. 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.
  11. 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.



## OTHER MATTERS

12. We did not audit the financial information of a subsidiary included in the consolidated financial results, whose financial information (before consolidation adjustments) reflects total assets of Rs.2,06,861.50 lacs as at March 31, 2024 and total revenues (Including Other Income) of Rs. 14,710.12 lacs and Rs. 53,024.77 lacs for the quarter and year ended on March 31, 2024 respectively, total net profit after tax of Rs. 3,875.01 lacs and Rs. 13,833.33 lacs for the quarter and year ended March 31, 2024 respectively, total comprehensive income of Rs. 4,070.81 lacs and Rs. 14,413.48 lacs for the quarter and year ended on March 31, 2024 and net cash inflow of Rs.2428.95 lacs for the year ended on March 31, 2024, as considered in the consolidated Financial Results. The independent auditor's reports on financial information of this entity has been furnished to us and our opinion on the consolidated financial results, in so far as it relates to the amounts and disclosures included in respect of these entities, is based solely on the report of such auditors and the procedures performed by us are as stated in paragraph above.
13. The Consolidated Financial Results includes the results for the quarter ended March 31, 2024 being the balancing figure between the audited figures in respect of the full financial year and the published unaudited year to date figures up to the third quarter of the current financial year which were subject to limited review by auditors. Our opinion is not modified in respect of this matter.

Place: Ahmedabad

Date: May 27, 2024

UDIN: 24188150 BKACVB 1972



**For Talati and Talati LLP  
Chartered Accountants**

FRN: 110758W/W100377

A handwritten signature in black ink, appearing to read "Kushal U. Talati".

CA Kushal U. Talati  
Partner

Membership No. 188150



## ARMAN FINANCIAL SERVICES LIMITED

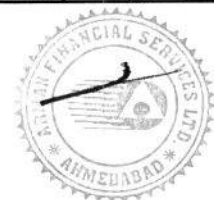
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CIN:L55910GJ1992PLC018623; Ph-079-40507000; E-mail: finance@armanindia.com; Website: www.armanindia.com

### STATEMENT OF CONSOLIDATED AUDITED FINANCIAL RESULTS FOR THE QUARTER / YEAR ENDED ON MARCH 31, 2024

(Rs. In Lakhs except per share data)

Sr.No.	Particulars	Quarter Ended			Year Ended	
		31.03.2024	31.12.2023	31.03.2023	31.03.2024	31.03.2023
		Refer Note-7	Unaudited	Refer Note-7	Audited	Audited
<b>1</b>	<b>Income from operations</b>					
	a. Revenue from Operations					
	i. Interest Income	16,051.28	15,085.64	12,845.96	59,308.18	38,672.03
	ii. Gain on assignment of financial assets	1,441.46	1,008.13	1,210.77	3,690.30	1,877.61
	iii. Fees and Commission income	616.81	572.40	524.91	2,330.29	1,640.12
	iv. Net Gain on Fair Value Changes	175.68	210.10	349.60	816.88	200.36
	<b>Total revenue from Operations</b>	<b>18,285.22</b>	<b>16,876.26</b>	<b>14,931.25</b>	<b>66,145.66</b>	<b>42,390.12</b>
	b. Other Income	7.11	-	0.34	7.11	0.34
	<b>Total Income</b>	<b>18,292.33</b>	<b>16,876.26</b>	<b>14,931.59</b>	<b>66,152.77</b>	<b>42,390.47</b>
<b>2</b>	<b>Expenses</b>					
	a. Finance cost	6,295.35	7,120.36	6,331.04	26,547.49	17,199.63
	b. Impairment losses on financial assets	2,350.85	1,727.19	1,401.09	6,509.36	4,473.22
	c. Employees benefits expense	2,144.11	1,791.84	1,418.12	7,159.48	5,465.29
	d. Depreciation and amortisation expense	37.76	36.30	30.99	142.37	115.49
	e. Other expenses	1,002.13	682.41	866.90	2,985.12	2,641.47
	<b>Total Expenses</b>	<b>11,830.20</b>	<b>11,358.10</b>	<b>10,048.14</b>	<b>43,343.82</b>	<b>29,895.10</b>
<b>3</b>	<b>Profit / (Loss) before an Exceptional and Tax (1-2)</b>	<b>6,462.14</b>	<b>5,518.16</b>	<b>4,883.45</b>	<b>22,808.95</b>	<b>12,495.37</b>
<b>4</b>	Exceptional Items	-	-	-	-	-
<b>5</b>	<b>Profit / (Loss) before Tax (3 - 4)</b>	<b>6,462.14</b>	<b>5,518.16</b>	<b>4,883.45</b>	<b>22,808.95</b>	<b>12,495.37</b>
<b>6</b>	<b>Tax Expense (net)</b>					
	- Current tax	1,417.60	1,607.30	843.50	5,974.30	2,832.90
	- Short / (excess) Provision of Income Tax of earlier years	38.43	0.04	15.10	38.47	15.10
	- Deferred tax liability / (asset)	(75.56)	(289.38)	404.90	(561.10)	266.24
	<b>Net Tax Expenses</b>	<b>1,380.47</b>	<b>1,317.96</b>	<b>1,263.50</b>	<b>5,451.67</b>	<b>3,114.24</b>
<b>7</b>	<b>Profit for the period / year from continuing operations (5-6)</b>	<b>5,081.67</b>	<b>4,200.20</b>	<b>3,619.95</b>	<b>17,357.28</b>	<b>9,381.13</b>
<b>8</b>	<b>Profit / (loss) from discontinued operations</b>	-	-	-	-	-
<b>9</b>	<b>Tax expense of discontinued operations</b>	-	-	-	-	-
<b>10</b>	<b>Profit / (loss) from discontinued operations (after tax) (8-9)</b>	-	-	-	-	-
<b>11</b>	<b>Profit for the period / year (7+10)</b>	<b>5,081.67</b>	<b>4,200.20</b>	<b>3,619.95</b>	<b>17,357.28</b>	<b>9,381.13</b>
<b>12</b>	<b>Other comprehensive income / (loss)</b>					
	(a) (i) Items that will not be reclassified to profit and loss					
	- Remeasurement of Defined Benefit Obligations	28.07	(11.65)	(48.31)	(6.88)	(46.60)
	(ii) Income tax relating to items that will not be reclassified to profit and loss	(7.06)	2.93	12.17	1.73	11.73
	<b>Sub Total (a)</b>	<b>21.01</b>	<b>(8.72)</b>	<b>(36.15)</b>	<b>(5.15)</b>	<b>(34.87)</b>
	(b) (i) Items that will be reclassified to profit and loss					
	- Fair valuation gain / (loss) on financial instruments measured at FVOCI	308.90	143.81	(311.29)	770.32	(596.00)
	(ii) Income tax relating to items that will be reclassified to profit and loss	(77.74)	(36.19)	78.40	(193.87)	150.00
	<b>Sub Total (b)</b>	<b>231.15</b>	<b>107.62</b>	<b>(232.89)</b>	<b>576.44</b>	<b>(446.00)</b>
	<b>Net Other comprehensive income / (loss) (a)+(b)</b>	<b>252.16</b>	<b>98.90</b>	<b>(269.04)</b>	<b>571.29</b>	<b>(480.87)</b>
<b>13</b>	<b>Total Comprehensive Income</b>	<b>5,333.83</b>	<b>4,299.10</b>	<b>3,350.91</b>	<b>17,928.57</b>	<b>8,900.25</b>
	<b>Paid up Equity Share capital (face value of Rs. 10/-)</b>	<b>1,047.68</b>	<b>978.73</b>	<b>849.23</b>	<b>1,047.68</b>	<b>849.23</b>
<b>14</b>	<b>Earnings per share (of Rs. 10/- Each)(Not Annualised)</b>					
	(a) Basic EPS	52.23	47.71	42.63	195.00	110.47
	(b) Diluted EPS	52.23	44.37	39.47	192.76	107.28



## Notes

- 1 These Audited financial results of Arman Financial Services Limited (the "Parent") and its subsidiary (collectively referred to as the "Group") have been prepared in accordance with the recognition and measurement principles of Indian Accounting Standard ("Ind AS") prescribed under section 133 of the Companies Act 2013 (the "Act") read with relevant rules issued thereunder and the other accounting principles generally accepted in India.
- 2 The Audited Consolidated financial results for the quarter / Year ended March 31, 2024 have been reviewed by the Audit Committee and subsequently approved by the Board of Directors of the Company at its meeting held on May 27, 2024 in accordance with the requirement of Regulation 33 and Regulation 52 read with Regulation 63(2) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.
- 3 The Company reports quarterly / yearly financial results of the Group on a consolidated basis, pursuant to Regulation 33 and 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended read with circular dated July 5, 2016. The standalone financial results are available on the website of the Company at [www.armanindia.com](http://www.armanindia.com), the website of BSE Limited ("BSE") at [www.bseindia.com](http://www.bseindia.com) and on the website of National Stock Exchange of India Limited ("NSE") at [www.nseindia.com](http://www.nseindia.com).
- 4 The Company, during the quarter ended March 31, 2024 has allotted 689,428 Equity shares of face value of Rs. 10/- each pursuant to conversion of 5,59,348 Compulsorily Convertible Debentures and 1,30,080 Optionally Convertible Redeemable Preference Shares ("OCRPS").
- 5 The Group is engaged primarily in the business of financing and all its operations are in India only. Accordingly, there is no separate reportable segment as per Ind AS 108 on 'Operating Segments' in respect of the Company.
- 6 Disclosures in compliance with Regulation 52 (4) and 54(2) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 for the year ended March 31, 2024 is attached herewith.
- 7 Figures for the quarter ended March 31, 2024 and March 31, 2023 are the balancing figures between audited figures in respect of the full financial year and the published year to date figures upto the end of third quarter of the respective financial year, which were subjected to Limited Review.
- 8 Figures of previous reporting periods have been regrouped/ reclassified wherever necessary to correspond with the figures of the current reporting period.

Date: 27.05.2024  
Place: Ahmedabad



For, Arman Financial Services Limited

  
Jayendra Patel  
Vice Chairman & Managing Director  
DIN-00011814



## ARMAN FINANCIAL SERVICES LIMITED

Consolidated Balance Sheet as at March 31, 2024

(Rs. in Lakhs)

Particulars	March 31, 2024	March 31, 2023
<b>ASSETS</b>		
<b>(1) Financial Assets</b>		
(a) Cash and cash equivalents	11,859.04	2,622.12
(b) Bank Balance other than (a) above	40,613.52	40,409.67
(c) Loans	2,03,291.17	1,53,670.75
(d) Investments	711.81	1,947.93
(e) Other Financial assets	4,102.33	2,888.59
<b>(2) Non-financial Assets</b>		
(a) Deferred tax Assets (Net)	1,915.47	1,546.51
(b) Property, Plant and Equipment	595.35	482.28
(c) Other Intangible assets	29.29	34.04
(d) Right of Use Assets	141.48	94.03
(e) Other non-financial assets	246.27	120.49
<b>Total Assets</b>	<b>2,63,505.73</b>	<b>2,03,816.41</b>
<b>LIABILITIES AND EQUITY</b>		
<b>LIABILITIES</b>		
<b>(1) Financial Liabilities</b>		
(a) Trade Payables		
(i) total outstanding dues of micro enterprises and small enterprises	65.68	-
(ii) total outstanding dues of creditors other than micro enterprises and small enterprises	132.87	152.47
(b) Debt Securities	30,237.05	24,335.49
(c) Borrowings (Other than Debt Securities)	1,39,755.71	1,29,747.16
(d) Subordinated Liabilities	2,500.00	6,358.45
(e) Other financial liabilities	8,125.74	5,638.81
<b>(2) Non-Financial Liabilities</b>		
(a) Provisions	258.88	199.71
(b) Current Tax Liabilities (Net)	722.60	459.56
(c) Other non-financial liabilities	438.61	355.70
<b>(3) EQUITY</b>		
(a) Equity Share capital	1,047.68	849.23
(b) Other Equity	80,220.90	35,719.82
<b>Total Liabilities and Equity</b>	<b>2,63,505.73</b>	<b>2,03,816.41</b>



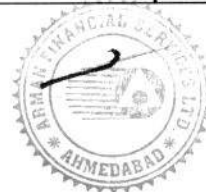


## ARMAN FINANCIAL SERVICES LIMITED

### CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2024

(Rs. in Lakhs)

PARTICULARS	March 31, 2024	March 31, 2023
<b>A: Cash from Operating Activities:</b>		
Net profit before taxation	22,808.95	12,495.37
<b>Adjustment For:</b>		
Depreciation and amortisation	113.77	87.59
Depreciation on Right of Use Assets	28.59	27.90
Interest Income	(59,308.18)	(38,672.03)
Net gain on equity instruments measured through profit and loss	(46.81)	7.25
Finance cost Expense	26,547.49	17,199.63
Provision for impairment on financial assets	2,555.00	188.30
Net Loss on Derecognition of Intangible Assets	0.24	-
(Profit) / loss on sale of property, plant and equipment	(7.35)	-
Gain On Assignment of Assets (Net of Expense)	(3,690.30)	(1,877.61)
Loss / (Profit) on sale of Current Investment	(770.07)	(207.62)
Remeasurement of define benefit plan	(6.88)	(46.60)
Employee Stock Option Plan Expense	642.24	16.76
	<u>(33,942.26)</u>	<u>(23,276.43)</u>
<b>Operating profit before working Capital changes :</b>	<b>(11,133.31)</b>	<b>(10,781.06)</b>
<b>Adjustment For Increase/(Decrease) in Operating Assets:</b>		
Loans and Advances	(50,391.96)	(48,649.59)
Financial Assets	2,336.01	1,222.41
Non Financial Assets	(125.77)	(7.61)
Bank balance other than Cash and Cash equivalents	(203.85)	(33,728.40)
<b>Adjustment For Increase/(Decrease) in Operating Liabilities:</b>		
Trade Payables	46.08	6.99
Other Non Financial liability	82.91	225.25
Other Financial Liabilities	2,022.08	2,104.44
Subordinated Debts	(79.76)	269.83
Provision	59.17	83.97
	<u>(46,255.10)</u>	<u>(78,472.70)</u>
<b>Cash Generated From Operations</b>	<b>(57,388.41)</b>	<b>(89,253.76)</b>
Interest Income Received	59,448.74	37,685.39
Finance Cost Paid	(26,551.01)	(17,535.05)
Income tax paid	(5,749.72)	(2,662.68)
	27,148.01	17,487.67
<b>Net Cash From Operating Activities:</b>	<b>(30,240.40)</b>	<b>(71,766.09)</b>
<b>B: Cash Flow From Investing Activities:</b>		
Purchase of Property, Plant & Equipment	(237.45)	(236.10)
Sale of Property, Plant & Equipment	22.46	-
Purchase of investments	(92,524.02)	(48,752.21)
Proceeds from Sale/redemption of investments	94,577.01	47,726.68
<b>Net Cash from Investment Activities:</b>	<b>1,838.01</b>	<b>(1,261.63)</b>



<b>C: Cash Flow From Financing Activities :</b>		
Proceeds from issue of share capital (including Premium)	23,000.60	0.38
Share Issue Expense	(699.80)	-
Repayment of CCD	-	3,824.96
Net increase / (decrease) in working capital borrowings	-	7,679.97
Proceeds from long term borrowings	1,77,083.10	1,25,215.22
Repayment of borrowings	(1,65,761.45)	(84,123.56)
Repayment of CCD	(998.11)	(485.92)
Net increase / (decrease) in working capital borrowings	5,044.35	16,011.85
Repayment of Principal Component of Lease Liability (Net)	(29.37)	(25.83)
<b>Net Cash from Financing Activities:</b>	<b>37,639.32</b>	<b>68,097.07</b>
<b>Net Increase in Cash &amp; Cash Equivalents</b>	<b>9,236.92</b>	<b>(4,930.65)</b>
<b>Cash &amp; cash equivalents at the beginning</b>	<b>2,622.12</b>	<b>7,552.76</b>
<b>Cash &amp; cash equivalents at the end</b>	<b>11,859.04</b>	<b>2,622.12</b>



Disclosure in Compliance with Regulation 52(4) of the SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015 for the year ended on March 31, 2024 as per consolidated financial results.

SRN	Particulars	Ratio
1.	Debt-equity ratio	2.12
2.	Debt service coverage ratio	N.A.
3.	Interest service coverage ratio	N.A.
4.	Outstanding redeemable preference shares (quantity and value)	Nil
5.	Capital redemption reserve	N.A.
6.	Debenture redemption reserve	N.A.
7.	Net worth (₹ in lakhs)	81,268.57
8.	Net profit after tax for the year ended 31.03.2024 (₹ in lakhs)	17,357.28
9.	Earnings per share (in ₹): Basic for the year ended 31.03.2024 Diluted for the year ended 31.03.2024	195.00 192.76
10.	Current ratio	N.A.
11.	Long term debt to working capital	N.A.
12.	Bad debts to Account receivable ratio	N.A.
13.	Current liability ratio	N.A.
14.	Total debts to total assets	65.46%
15.	Debtors turnover	N.A.
16.	Inventory turnover	N.A.
17.	Operating margin	N.A.
18.	Net profit margin for the year ended 31.03.2024 (%)	26.24%
19.	Sector specific equivalent ratios: GNPA (%) NNPA (%)	2.88% 0.31%

For, Arman Financial Services Limited

  
Jayendra Patel  
Vice Chairman & Managing Director  
(DIN: 00011814)





***talati & talati llp***  
*Chartered Accountants*

**Independent Auditor's Report on Standalone Financial Results of Arman Financial Services Limited pursuant to the requirements of Regulation 33 and 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations").**

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To  
The Board of Directors of  
**ARMAN FINANCIAL SERVICES LIMITED**

**Report on the Audit of the Standalone Financial Results**

**OPINION**

1. We have audited the accompanying statement of standalone financial results of **Arman Financial Services Limited** ("the Company") for the quarter ended on March 31, 2024 and the year to date results for the period from April 1, 2023 to March 31, 2024 ("the Statement"), being submitted by Company pursuant to the requirements of Regulation 33 and 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations").
2. In our Opinion and to the best of our information and according to the explanations given to us, the aforesaid annual financial results:
  - 2.1. is presented in accordance with the requirements of regulation 33 and 52 of the Listing regulations in this regard; and
  - 2.2. give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable Indian accounting standards ("Ind AS") and other accounting principles generally accepted in India, of the net Profit and other comprehensive loss and other financial information for the year ended on March 31, 2024 and for the year to date period from April 1, 2023 to March 31, 2024.

**BASIS FOR OPINION**

3. We conducted our audit of the Statement in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibility for the Audit of the 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 (ICAI) together with the ethical requirements that are relevant to our audit of

Talati & Talati LLP, a Limited Liability Partnership bearing LLP identification NO. ~~AAO-8149~~

AMBICA CHAMBERS, NEAR OLD HIGH COURT, NAVRANGPURA, AHMEDABAD 380 009.

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Also at : **VADODARA** (0265) 235 5053 / 73 • **SURAT** (0261) 236 1236

**MUMBAI** (022) 49796144 • **DELHI** (011) 3574 1918 • **KOCHI** (0484) 640 0102



the financial statements under the provisions of the Companies Act 2013 and the Rules made there under, 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.

#### **MANAGEMENT'S RESPONSIBILITIES FOR STANDALONE FINANCIAL RESULTS**

4. The Standalone Financial Results has been prepared on the basis of the standalone annual financial statements. The Company's Board of Directors are responsible for the preparation and presentation of the Standalone financial results for the year ended on March 31, 2024 that give a true and fair view of the net profit or loss and other comprehensive income or loss and other financial information in accordance with the recognition and measurement principles laid down in Ind AS prescribed under Section 133 of the Act read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with the Regulation 33 and 52 of the Listing Regulations. 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 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 Statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.
5. In preparing the Standalone financial results, the Board of Directors 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 Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.
6. The Board of Directors are also responsible for overseeing the company's financial reporting process.

#### **AUDITOR'S RESPONSIBILITIES**

7. Our objectives are to obtain reasonable assurance about whether the Standalone Financial results 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 results.

8. As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:
  - a) Identify and assess the risks of material misstatement of the financial results, 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.
  - b) Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the company's internal control.
  - c) Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures in standalone financial results made by the management and Board of Director.
  - d) Conclude on the appropriateness of 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 results 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.
  - e) Evaluate the overall presentation, structure and content of the standalone financial results, including the disclosures, and whether the standalone financial results represent the underlying transactions and events in a manner that achieves fair presentation.
9. Materiality is the magnitude of misstatements in the company's financial results that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of financial results may be influenced. We consider quantitative materiality and qualitative factors in (i) Planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in company's financial results.



10. 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.
11. 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.

#### OTHER MATTERS

12. The Standalone financial results includes the results for the quarter ended 31 March 2024 being the balancing figure between the audited figures in respect of the full financial year and the published unaudited year to date figures up to the third quarter of the current financial year which were subjected to limited review.

Place: Ahmedabad

Date: May 27, 2024

UDIN: 24188150 BKACVA9656



**For Talati and Talati LLP**  
**Chartered Accountants**

FRN: 110758W/W100377

A handwritten signature in black ink, appearing to read "Kushal U. Talati".

CA Kushal U. Talati

Partner

Membership No. 188150



## ARMAN FINANCIAL SERVICES LIMITED

Reg. off: 502-503, SAKAR III, OPP. OLD HIGH COURT, AHMEDABAD-380014, GUJARAT

CIN:L55910GJ1992PLC018623 Ph-079-40507000; E-mail: finance@armanindia.com; Website: www.armanindia.com

**STATEMENT OF STANDALONE AUDITED FINANCIAL RESULTS FOR THE QUARTER / YEAR ENDED MARCH 31, 2024**

(Rs. In Lakh except per share data)

Sr.No.	Particulars	Quarter Ended			Year Ended	
		31.03.2024	31.12.2023	31.03.2023	31.03.2024	31.03.2023
		Refer note-6	Unaudited	Refer note-6	Audited	Audited
<b>1</b>	<b>Income from operations</b>					
	a. Revenue from Operations					
	i. Interest Income based on Effective Interest Method	3,580.31	3,067.11	2,657.58	12,457.35	9,070.48
	ii. Fees and Commission Income	104.58	108.51	90.40	413.10	322.24
	iii. Net Gain on Fair Value Changes of Assets through Profit & Loss	89.02	85.59	16.06	266.03	46.52
	iv. Gain on assignment of Financial Assets	-	-	-	214.76	-
	<b>Total revenue from Operations</b>	<b>3,773.92</b>	<b>3,261.21</b>	<b>2,764.03</b>	<b>13,351.25</b>	<b>9,439.24</b>
	b. Other Income	(45.44)	129.87	(17.29)	265.87	174.79
	<b>Total Income</b>	<b>3,728.47</b>	<b>3,391.08</b>	<b>2,746.75</b>	<b>13,617.11</b>	<b>9,614.02</b>
<b>2</b>	<b>Expenses</b>					
	a. Finance Cost	1,058.23	1,231.01	944.04	4,556.55	3,069.78
	b. Impairment losses on financial assets	246.75	205.24	138.91	723.53	210.01
	c. Employees benefits expense	694.59	615.32	469.06	2,458.13	1,765.22
	d. Depreciation and amortisation expense	6.74	4.24	3.40	18.87	13.03
	e. Other expenses	354.64	231.42	221.62	1,025.00	797.04
	<b>Total Expenses</b>	<b>2,360.95</b>	<b>2,287.23</b>	<b>1,777.04</b>	<b>8,782.08</b>	<b>5,855.07</b>
<b>3</b>	<b>Profit / (Loss) before an Exceptional and Tax (1-2)</b>	<b>1,367.52</b>	<b>1,103.85</b>	<b>969.71</b>	<b>4,835.03</b>	<b>3,758.95</b>
<b>4</b>	Exceptional Items	-	-	-	-	-
<b>5</b>	<b>Profit / (Loss) before Tax (3 - 4)</b>	<b>1,367.52</b>	<b>1,103.85</b>	<b>969.71</b>	<b>4,835.03</b>	<b>3,758.95</b>
<b>6</b>	<b>Tax Expense (net)</b>					
	- Current tax	228.60	216.30	205.70	1,049.30	787.90
	- Short / (excess) Provision of Income Tax of earlier years	35.65	-	-	35.65	-
	- Deferred tax liability / (asset)	(57.94)	(46.61)	58.51	(39.73)	134.90
	<b>Net Tax Expenses</b>	<b>206.31</b>	<b>169.69</b>	<b>264.21</b>	<b>1,045.22</b>	<b>922.80</b>
<b>7</b>	<b>Profit for the period / year from continuing operations (5-6)</b>	<b>1,161.21</b>	<b>934.16</b>	<b>705.50</b>	<b>3,789.81</b>	<b>2,836.15</b>
<b>8</b>	Profit / (loss) from discontinued operations	-	-	-	-	-
<b>9</b>	Tax expense of discontinued operations	-	-	-	-	-
<b>10</b>	<b>Profit / (loss) from discontinued operations (after tax) (8-9)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>11</b>	<b>Profit for the period / year (7+10)</b>	<b>1,161.21</b>	<b>934.16</b>	<b>705.50</b>	<b>3,789.81</b>	<b>2,836.15</b>
<b>12</b>	<b>Other comprehensive income / (loss)</b>					
	(a) (i) Items that will not be reclassified to profit and loss					
	- Fair valuation gain / (loss) on financial instruments measured at FVOCI	-	-	-	-	-
	- Remeasurement of Defined Benefit Obligations	14.02	(5.57)	(28.45)	(2.69)	(22.28)
	(ii) Income tax relating to items that will not be reclassified to profit and loss	(3.53)	1.40	7.16	0.68	5.61
	<b>Sub Total (a)</b>	<b>10.49</b>	<b>(4.17)</b>	<b>(21.29)</b>	<b>(2.01)</b>	<b>(16.67)</b>
	(b) (i) Items that will be reclassified to profit and loss					
	- Fair Value changes on Advances	61.30	(86.52)	(76.65)	(9.14)	(134.54)
	(ii) Income tax relating to items that will not be reclassified to profit and loss	(15.43)	21.78	19.29	2.30	33.86
	<b>Sub Total (b)</b>	<b>45.87</b>	<b>(64.75)</b>	<b>(57.36)</b>	<b>(6.84)</b>	<b>(100.68)</b>
	<b>Net Other comprehensive income / (loss) (a)+(b)</b>	<b>56.36</b>	<b>(68.91)</b>	<b>(78.65)</b>	<b>(8.85)</b>	<b>(117.35)</b>
<b>13</b>	<b>Total Comprehensive Income</b>	<b>1,217.57</b>	<b>865.25</b>	<b>626.86</b>	<b>3,780.96</b>	<b>2,718.80</b>
	<b>Paid up Equity Share capital (face value of Rs. 10/-)</b>	<b>1,047.68</b>	<b>978.73</b>	<b>849.23</b>	<b>1,047.68</b>	<b>849.23</b>
<b>14</b>	<b>Earnings per share (in Rs.) (Not Annualised)</b>					
	(a) Basic EPS	12.00	10.63	8.31	42.58	33.40
	(b) Diluted EPS	12.00	10.02	7.94	42.09	33.02




## Notes

- 1 These Audited standalone financial results have been prepared in accordance with the recognition and measurement principles of Indian Accounting Standard ("Ind AS") prescribed under section 133 of the Companies Act 2013 (the "Act") read with relevant rules issued thereunder and the other accounting principles generally accepted in India.
- 2 The Audited standalone financial results for the quarter / Year ended March 31, 2024 have been reviewed by the Audit Committee and subsequently approved by the Board of Directors of the Company at it's meeting held on May 27, 2024 in accordance with the requirement of Regulation 33 and Regulation 52 read with Regulation 63(2) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.
- 3 The Company, during the quarter ended March 31, 2024 has allotted 689,428 Equity shares of face value of Rs. 10/- each pursuant to conversion of 5,59,348 Compulsorily Convertible Debentures ("CCD") and 1,30,080 Optionally Convertible Redeemable Preference Shares ("OCRPS").
- 4 The Company is engaged primarily in the business of financing and all its operations are in India only. Accordingly, there is no separate reportable segment as per Ind AS 108 on 'Operating Segments' in respect of the Company.
- 5 Disclosures in compliance with Regulation 52 (4) and 54(2) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 for the year ended March 31, 2024 is attached herewith.
- 6 Figures for the quarter ended March 31, 2024 and March 31, 2023 are the balancing figures between audited figures in respect of the full financial year and the published year to date figures upto the end of third quarter of the respective financial year, which were subjected to Limited Review.
- 7 Figures of previous reporting periods have been regrouped/ reclassified wherever necessary to correspond with the figures of the current reporting period.

Date: 27.05.2024  
Place: Ahmedabad



**For, Arman Financial Services Limited**

  
Jayendra Patel  
Vice Chairman & Managing Director  
DIN-00011814

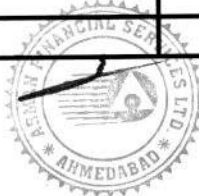


## ARMAN FINANCIAL SERVICES LIMITED

### Standalone Balance Sheet as at March 31, 2024

(Rs. In lakhs)

	Particulars	March 31, 2024	March 31, 2023
	<b>ASSETS</b>		
<b>(1)</b>	<b>Financial Assets</b>		
(a)	Cash and cash equivalents	6,952.26	144.29
(b)	Bank Balance other than (a) above	6,979.81	6,395.20
(c)	Loans	40,683.99	29,696.88
(d)	Investments	28,112.41	19,643.87
(e)	Other Financial assets	1,266.73	190.29
<b>(2)</b>	<b>Non-financial Assets</b>		
(a)	Current tax assets (Net)	54.98	176.10
(b)	Deferred tax assets (Net)	410.91	368.21
(c)	Property, plant and equipment	172.56	80.07
(d)	Other intangible assets	6.92	3.19
(e)	Intangible asset under development	-	-
(f)	Other non-financial assets	171.05	53.01
	<b>Total Assets</b>	<b>84,811.63</b>	<b>56,751.11</b>
	<b>LIABILITIES AND EQUITY</b>		
	<b>LIABILITIES</b>		
<b>(1)</b>	<b>Financial Liabilities</b>		
(a)	Trade Payables		
	(i) total outstanding dues of micro enterprises and small enterprises	2.77	-
	(ii) total outstanding dues of creditors other than micro enterprises and small enterprises	35.31	33.72
(b)	Debt securities	16,745.14	10,183.09
(c)	Borrowings (Other than debt securities)	11,855.18	17,661.69
(d)	Subordinated liabilities	500.00	4,358.45
(e)	Other financial liabilities	1,411.12	754.11
<b>(2)</b>	<b>Non-Financial Liabilities</b>		
(a)	Provisions	84.76	67.58
(b)	Other non-financial liabilities	689.16	756.18
<b>(3)</b>	<b>EQUITY</b>		
(a)	Equity Share capital	1,047.68	849.23
(b)	Other Equity	52,440.51	22,087.05
	<b>Total Liabilities and Equity</b>	<b>84,811.63</b>	<b>56,751.11</b>



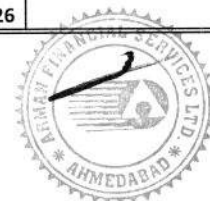


## ARMAN FINANCIAL SERVICES LIMITED

STANDLAONE CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2024

(Rs. In Lakhs)

PARTICULARS	March 31, 2024	March 31, 2023
<b>A: Cash from Operating Activities:</b>		
Net profit before taxation	4,835.03	3,758.95
<b>Adjustment For:</b>		
Depreciation and amortisation	18.87	13.03
Interest Income	(12,457.35)	(9,070.48)
Finance cost Expense	4,556.55	3,069.78
Provision for impairment on financial assets	443.59	(635.16)
Gain On Assignment of Assets (Net of Expense)	(214.76)	-
Loss / (Profit) on sale of Current Investment	(266.03)	(46.52)
Remeasurement of define benefit plan	(2.69)	(22.28)
Employee Stock Option Plan Expense	220.28	8.81
Loss on Disposal of Property, Plant & Equipment	3.57	-
Financial Gaurantee Income	(265.87)	(174.79)
	(7,963.83)	(6,857.59)
<b>Operating profit before working Capital changes :</b>	<b>(3,128.80)</b>	<b>(3,098.64)</b>
<b>Adjustment For Increase/(Decrease) in Operating Assets:</b>		
Loans and Advances	(11,439.84)	(10,366.76)
Financial Assets	(846.71)	44.28
Non Financial Assets	(118.04)	20.10
Bank balance other than Cash and Cash equivalents	(584.61)	(5,638.69)
<b>Adjustment For Increase/(Decrease) in Operating Liabilities:</b>		
Other Non Financial liability	30.09	131.97
Other Financial Liabilities	66.66	58.74
Subordinated Debts	(79.76)	269.83
Provision	17.18	27.66
	<b>(12,955.02)</b>	<b>(15,452.87)</b>
<b>Cash Generated From Operations</b>	<b>(16,083.82)</b>	<b>(18,551.51)</b>
Interest Income Received	12,442.37	8,945.74
Finance Cost Paid	(4,024.55)	(3,033.99)
Income tax paid	(963.83)	(946.60)
	7,453.99	4,965.15
<b>Net Cash From Operating Activities:</b>	<b>(8,629.83)</b>	<b>(13,586.36)</b>
<b>B: Cash Flow From Investing Activities:</b>		
Purchase of Property, Plant & Equipment	(124.27)	(12.04)
Sale of Property, Plant & Equipment	5.61	-
Purchase of investments	(40,749.47)	(31,608.62)
Sale of investments	33,137.68	21,658.03
<b>Net Cash from Investment Activities:</b>	<b>(7,730.45)</b>	<b>(9,962.63)</b>
<b>C: Cash Flow From Financing Activities :</b>		
Proceeds from issue of share capital (including Premium)	23,000.60	0.38
Share Issue Expenses	(699.80)	-
Proceeds from issue of OCRPS (including Premium)	-	3,824.96
Proceeds from issue of CCD	-	7,679.97
Proceeds from long term borrowings	16,703.78	13,676.60
Repayment of borrowings	(13,141.83)	(8,475.08)
Repayment of CCD	(998.11)	(485.92)
Net increase / (decrease) in working capital borrowings	(1,696.38)	4,370.45
<b>Net Cash from Financing Activities:</b>	<b>23,168.26</b>	<b>20,591.36</b>
<b>Net Increase in Cash &amp; Cash Equivalents</b>	<b>6,807.97</b>	<b>(2,957.64)</b>
<b>Cash &amp; cash equivalents at the beginning</b>	<b>144.29</b>	<b>3,101.93</b>
<b>Cash &amp; cash equivalents at the end</b>	<b>6,952.26</b>	<b>144.29</b>



**Disclosure in Compliance with Regulation 52(4) of the SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015 for the year ended on March 31, 2024 as per Standalone financial results.**

SRN	Particulars	Ratio
1.	Debt-equity ratio	0.54x
2.	Debt service coverage ratio	N.A.
3.	Interest service coverage ratio	N.A.
4.	Outstanding redeemable preference shares (quantity and value)	Nil
5.	Capital redemption reserve	N.A.
6.	Debenture redemption reserve	N.A.
7.	Net worth (₹ in lakhs)	53,488.19
8.	Net profit after tax for the year ended 31.03.2024 (₹ in lakhs)	3,789.81
9.	Earnings per share (in ₹): Basic for the year ended 31.03.2024 Diluted for the year ended 31.03.2024	42.58 42.09
10.	Current ratio	N.A.
11.	Long term debt to working capital	N.A.
12.	Bad debts to Account receivable ratio	N.A.
13.	Current liability ratio	N.A.
14.	Total debts to total assets	34.31%
15.	Debtors turnover	N.A.
16.	Inventory turnover	N.A.
17.	Operating margin	N.A.
18.	Net profit margin for the year ended 31.03.2024 (%)	28.39%
19.	Sector specific equivalent ratios: GNPA (%) NNPA (%) CRAR (%)	2.63% 0.89% 62.74%





***talati & talati llp***  
*Chartered Accountants*

**Independent Auditor's Certificate on Book Value of Assets of the Company Contained in Columns A to J of "Statement of Security Cover" of Arman Financial Services Limited for period ended and as at March 31, 2024" ("the Statement")**

To  
The Board of Directors  
Arman Financial Services  
Limited,  
502-503, Sakar- III,  
Opp. Old High Court,  
Off Ashram Road,  
Ahmedabad -380014

1. This certificate is issued in accordance with Company's Request dated May 20, 2024.
2. We, Talati & Talati LLP, Chartered Accountants, the statutory auditor of Arman Financial Services Limited ("the Company"), have been requested by the Management of the Company to certify book value of assets of the Company contained in Columns A to J of the Statement, and whether the Company has complied with financialcovenants with respect to the listed secured non-convertible debentures issued and outstanding as at March 31, 2024.
3. The Statement is prepared by the Company from the unaudited books of accounts and other relevant records and documents maintained by the Company as at December 31, 2022 pursuant to requirements of Circular no. SEBI / HO / MIRSD / MIRSD \_ CRADT / CIR/ P / 2022 / 67 dated May 19, 2022 issued by Securities and Exchange Board of India in terms of regulation 54 read with regulation 56(1)(d) of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 and Regulation 15(1)(t) of Securities and Exchange Board of India (Debenture Trustees) Regulations, 1993 (hereinafter referred together as "the SEBI Regulations"), as amended, for the purpose of submission to Vardhaman Trusteeship Private Limited, Debenture Trustee of the Non- Convertible debentures (hereinafter referred to as "the Debenture Trustee") issued by the Company and outstanding as at March 31, 2024.

**Management's Responsibility**

3. The preparation of the Statement is the responsibility of the Management of the Company, including the preparation and maintenance of all accounting and other relevant supporting records and documents. This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the Statement and applying an appropriate basis of preparation; and making estimates that are reasonable in the circumstances.
4. The management of the Company is also responsible for ensuring that the Company complies with all the relevant requirements of the SEBI Regulations and for providing allrelevant information to the Debenture Trustees and for complying with all the covenantsas prescribed in the terms of Offer Document / Information Memorandum / Debenture Trust Deed.  
Talati & Talati LLP, a Limited Liability Partnership bearing LLP identification NO. AAO-81

AMBICA CHAMBERS, NEAR OLD HIGH COURT, NAVRANGPURA, AHMEDABAD 380 009  
TEL. : 2754 4571 / 72 / 74, www.talatiandtlati.com

Also at : **VADODARA** (0265) 235 5053 / 73 • **SURAT** (0261) 236 1236  
**MUMBAI** (022) 49796144 • **DELHI** (011) 3574 1918 • **KOCHI** (0484) 640 0102



### **Auditor's Responsibility**

5. Pursuant to the requirements of Circular no. SEBI / HO / MIRSD / MIRSD \_ CRADT / CIR / P / 2022 / 67 dated May 19, 2022 issued by Securities and Exchange Board of India, our responsibility for the purpose of this certificate is to provide a limited assurance on whether the book values of the assets of the Company contained in Columns A to J of the Statement have been accurately extracted and ascertained from the audited books of accounts of the Company and other relevant records and documents maintained by the Company, and whether the Company has complied with financial covenants of the debentures.
6. A limited assurance engagement involves making inquiries, primarily of the Company's personnel responsible for financial and accounting matters, and applying analytical and other review procedures. The procedures performed vary in nature and timing from a reasonable assurance engagement. Consequently, the level of assurance obtained in a limited assurance engagement is substantially lower than the assurance that would have been obtained had a reasonable assurance engagement been performed.

Accordingly, we have performed the following procedures in relation to the statement:

- a) Obtained the Statement from the management.
  - b) Verified that the information contained in the Statement have been accurately extracted and ascertained from the unaudited books of accounts of the Company as at and for the period ended March 31, 2024 and other relevant records and documents maintained by the Company, in the normal course of its business.
  - c) Verified and examined the arithmetical and clerical accuracy of the information included in the Statement
  - d) Read the terms relating to financial covenants of the debentures and recomputed the financial covenants.
  - e) Performed necessary inquiries with the management and obtained necessary representations.
7. We conducted our examination and obtained the explanations in accordance with the Guidance Note on Reports or Certificates for Special Purposes issued by the Institute of Chartered Accountants of India (ICAI). This Guidance Note requires that we comply with the ethical requirements of the Code of Ethics issued by the ICAI
  8. We have complied with the relevant applicable requirements of the Standard on Quality Control (SQC) 1, Quality Control for Firms that Perform Audits and Review Historical Financial Information, and Other Assurance and Related Services Engagements.

### **Conclusion**

9. Based on the procedures performed as referred to in paragraph 6 above and according to the information and explanations provided to us by the Management of the Company, nothing has come to our attention that causes us to believe that the book values of the assets of the Company contained in Columns A to J of the Statement attached herewith as per "**Annexure -A**", have not been accurately extracted and ascertained from audited books of accounts of the Company for the period ended and as at March 31, 2024 and other relevant records and documents maintained by the Company and that the Company has not complied with financial covenants of the debentures.



**Restriction on Use**

10. This certificate is addressed to and provided to the Board of Directors of the Company solely for the purpose of submission to the Debenture Trustee and should not be used by any other person or for any other purposes without our prior consent in writing. Accordingly, we do not accept or assume any liability or any duty of care for any other purpose or to any other person to whom this certificate is shown or into whose hands it may come without our prior consent in writing.

Place: Ahmedabad  
Date: May 27, 2024



For, Talati & Talati LLP  
Chartered Accountants  
FRN.: 110758W/W100377

A handwritten signature in black ink, appearing to read 'Kushal Talati', written over a horizontal line.

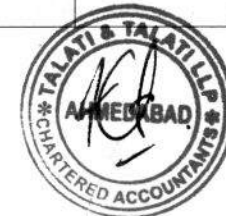
CA Kushal Talati  
Partner  
Membership No. 188150  
UDIN: 24188150BKACVC7710

**ANNEXURE-A**

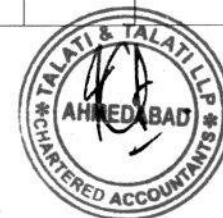
i. Security cover certificate in pursuance to Regulation 54 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 as on March 31, 2024:

(Rs. In Lakhs)

Column A	Column B	Column C	Column D	Column E	Column F	Column G	Column H	Column I	Column J	Column K	Column L	Column M	Column N	Column O
Particulars	Description of asset for which this certificate relate	Exclusive Charge	Exclusive Charge	Pari- Passu Charge	Pari- Passu Charge	Pari- Passu Charge	Assets not offered as Security	Elimination (amount in negative)	(Total C to H)	Related to only those items covered by this certificate				
		Debt for which this certificate being issued	Other Secured Debt	Debt for which this certificate being issued	Assets shared by pari passu debt holder (includes debt for which this certificate is issued & other debt with pari-passu charge)	Other assets on which there is pari-Passu charge (excluding items covered in Column F)	debt amount considered more than once (due to exclusive plus pari passu charge)	Market Value for Assets charged on Exclusive basis		Carrying /book value for exclusive charge assets where market value is not ascertainable or applicable (For Eg. Bank Balance, DSRA market value is not applicable)	Market Value for Pari passu charge Assets	Carrying value/book value for pari passu charge assets where market value is not ascertainable or applicable (For Eg. Bank Balance, DSRA market value is not applicable)	Total Value (=K+L+M+N)	
		Book Value	Book Value	Yes/ No	Book Value	Book Value								
<b>ASSETS</b>														
Property, Plant and Equipment				No			172.56		172.56					
Capital Work-in-Progress														
Right of Use Assets														
Goodwill														
Intangible Assets				No			6.92		6.92					
Intangible Assets under Development														
Investments				No			28112.41		28112.41					



Loans	Receivable under financing activities (refer Note 1)	9047.21	20370.66	No		11266.12	40683.99	9047.21	9047.21	
Inventories										
Trade Receivables										
Cash and Cash Equivalents				No		6952.26	6952.26			
Bank Balances other than Cash and Cash Equivalents			6755.64	No		224.17	6979.81			
Others				No		1903.67	1903.67			
<b>Total</b>		<b>9047.21</b>	<b>27126.30</b>		<b>0.00</b>	<b>0.00</b>	<b>48638.11</b>	<b>84811.63</b>	<b>9047.21</b>	<b>9047.21</b>
<b>LIABILITIES</b>										
Debt securities to which this certificate pertains		8175.00		No			8175.00			
Other debt sharing pari-passu charge with above debt										
Other Debt										
Subordinated debt			0.00			500.00	500.00			
Borrowings										
Bank	Not to be filled		933.33	No		0.00	933.33			
Debt securities			8570.14	No		0.00	8570.14			
Others			10921.84	No		0.00	10921.84			
Trade payables						38.08	38.08			
Lease Liabilities										
Provisions						84.76	84.76			
Others						2100.28	2100.28			
<b>Total</b>		<b>8175.00</b>	<b>20425.32</b>		<b>0.00</b>	<b>0.00</b>	<b>2723.12</b>	<b>31323.44</b>		
Cover on Book Value		1.10								1.10
Cover on Market Value		NA								NA
	Exclusive Security Cover Ratio	1.10			Pari-Passu Security Cover Ratio					



Note 1: The details of the loans/ receivables In the table above have been provided based on its carrying value/ book value in accordance with the SEBI Circular dated May 19,2022, bearing reference number SE6I/HO/MIRSO/MIRSO\_CRADT/CIR/P/2022/67.

For, Arman Financial Services Limited



Jayendra Patel  
Vice Chairman & Managing Director  
DIN-00011814

Date: 27<sup>th</sup> May, 2024

Place: Ahmedabad

For, Talati & Talati LLP

Chartered Accountant

FRN.: 110758W/W100877

A handwritten signature in black ink, appearing to read "Kushal Talati".

CA Kushal Talati

Partner

Membership No. 188150

UDIN : 24188150BKACYC7710





## Arman Financial Services Limited

501-504, SAKAR III, OPP. OLD HIGH COURT, OFF ASHRAM ROAD, AHMEDABAD-380 014. GUJARAT, INDIA  
PH. : +91-79-40507000, 27541989 e-mail : finance@armanindia.com Web : www.armanindia.com CIN : L55910GJ1992PLC018623

Date: May 27, 2024

To, BSE Limited P. J. Tower, Dalal Street, Mumbai-400001	To, National Stock Exchange of India Limited "Exchange Plaza" C-1, Block G, Bandra Kurla Complex, Bandra, Mumbai- 400051
Script Code: 531179 ISIN: INE109C01017	Symbol: ARMANFIN Series: EQ

Dear Sir,

**Sub: Declaration Pursuant to Regulation 33(3)(d) and 52(3)(a) of SEBI (Listing Obligations & Disclosure Requirements) Regulation, 2015.**

### Declaration

We hereby declare that the statutory Auditors, M/s Talati & Talati LLP, Chartered Accountant have issued Audit Report(s) with unmodified opinion on Standalone & Consolidated Audited Financial Results for the quarter / year ended on March 31, 2024.

This declaration is issued in compliance of Regulation 33(3)(d) and 52(3)(a) of SEBI (Listing Obligations & Disclosure Requirements) Regulation, 2015.

Kindly take it on your record.

Yours faithfully,

For, Arman Financial Services Limited

Vivek Modi  
Group C.F.O.

