EW/SEC/2021/119

July 2, 2021

National Stock Exchange of India Limited
Exchange Plaza,
Bandra Kurla Complex, Bandra (E),
Mumbai – 400 051.

Symbol: **EDELWEISS**

Dear Sirs,

SUB: Disclosures under Regulation 30 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations 2015, as amended ("Listing Regulations")

We wish to inform you that the Company has entered into an agreement on July 1, 2021 to divest its entire shareholding (currently 70%) in Edelweiss Gallagher Insurance Brokers Limited ("**EGIBL"**), a subsidiary, engaged in the business of insurance broking to Arthur J. Gallagher & Co. ("**AJG"**), subject to receipt of regulatory and other appropriate approvals (including approval of the Insurance Regulatory and Development Authority of India) and fulfilment of the obligations/conditions prescribed in the Agreement. The Company, AJG and EGIBL have entered into requisite agreements in this regard, as per the details provided in the Annexure. Post the transaction, EGIBL will cease to be a subsidiary of the Company.

Kindly take the same on record.

Yours faithfully,
For Edelweiss Financial Services Limited

TARUN KHURANA

Digitally signed by TARUN KHURANA
DN: c=IN, o=Personal, postalCode=400066, st=Maharashtra, 2.5.4.20=9ad1c15f4d01c4badcb337b62a3261 4f3 d8f42a73894747d8bb1d1fd6b945193, serialNumber=24e8b5 1fef77039e4ad9afaa2fe870 62caf9ae1ecca37 9f79f62ee8980be50b, cn=TARUN KHURANA
Date: 2021.07.02 08:02:39 +05'30'

Tarun Khurana
Company Secretary

Encl: as above

Annexure

<table>
<tr><th>Sr. No.</th><th>Particulars</th><th>Response</th></tr>
<tr><td>a)</td><td>The amount of the turnover or revenue or income and net worth contributed by such unit or division of the listed entity during the last financial year</td><td>
<table>
<tr><td>Edelweiss Gallagher Insurance Brokers Limited</td><td>(for the financial year ended March 31, 2021)</td></tr>
<tr><td>Revenue</td><td>Rs. 63.11 Crores (reflecting a contribution of 0.58% to the consolidated revenue for the financial year ended March 31, 2021)</td></tr>
<tr><td>Profit After Tax</td><td>Rs. 14.59 Crores</td></tr>
<tr><td>Net Worth</td><td>Rs. 130.46 Crores (reflecting a contribution of 1.70% to the consolidated net worth for the financial year ended March 31, 2021)</td></tr>
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<tr><td>b)</td><td>Date on which the agreement for sale has been entered into</td><td>The Company, AJG and EGIBL have entered into the Transaction Agreements on July 1, 2021 (Agreement).</td></tr>
<tr><td>c)</td><td>The expected date of completion of sale/disposal and consideration received from such sale/disposal</td><td>Subject to receipt of necessary regulatory and customary approvals (including approval of the Insurance Regulatory and Development Authority of India) and fulfilment of the obligations/conditions prescribed in the Agreement, the entire transaction is expected to be completed within 10 months.

37,00,000 equity shares of Rs. 10 each representing 70% of the paid-up share capital of EGIBL held by the Company to be sold for a consideration of Rs. 307.60 crores, in one or more tranches, in the manner as set out in the Agreement.

In addition to the sale consideration, the Company will also be entitled to receive a deferred contingent consideration based on the future revenue of EGIBL, in the manner set out in the Agreement.</td></tr>
<tr><td>d)</td><td>Brief details of buyers and whether any of the buyers belong to the promoter/ promoter group/group companies. If yes, details thereof</td><td>AJG and the promoters/promoter group/group companies are not related parties.

<u>The brief details of the Buyer is as under</u>

Gallagher is the brand name of Arthur J. Gallagher & Co. (NYSE: AJG) — the global insurance broker, risk management services and consulting firm headquartered in Rolling Meadows, Illinois.

In the UK, Gallagher has more than 5,200 employees specialising in risk management, and insurance solutions, for corporate, commercial and personal customers. Through a regional network of</td></tr>
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		branches based in communities across the UK, and its specialty London market operations, Gallagher offers tailored insurance programmes and coverage for both UK and international clients. It is also one of the UK's leading employee benefit and reward, employee communication and financial planning consultancies and is dedicated to providing local service and support to businesses, backed up by national industry specialism and global reach. With operations in 56 countries, Gallagher offers client service capabilities in more than 150 countries around the world through a network of correspondent brokers and consultants.
e)	Whether the transaction would fall within related party transactions? If yes, whether the same is done at "arms length"	The Company and AJG are not related parties, thus, the transaction does not fall within the ambit of related party transactions.
f)	Additionally, in case of a slump sale, indicative disclosures provided for amalgamation/ merger, shall be disclosed by the listed entity with respect to such slump sale	Not Applicable