EFSL/2020/9

January 12, 2020

To
National Stock Exchange of India Limited
Exchange Plaza,
Bandra- Kurla Complex
Mumbai- 400 051

Ref: EDELWEISS

Sub: Clarification on news item to Stakeholders

Dear Sir/Madam,

Please find attached the communication from Mr. Rashesh Shah, Chairman-MD&CEO to all our stakeholders for your information and record.

Thanking you

For Edelweiss Financial Services Limited

B. Renganathan
Executive Vice President & Company Secretary

Encl as above.

AN UPDATE FROM EDELWEISS

Edelweiss
Ideas create, values protect

Greetings,

You may have seen some media reports relating to Edelweiss.

I am writing to you directly, to assure you that Edelweiss has no relationship with Capstone Forex Pvt. Ltd. and all allegations of FEMA violations are false. We appreciate that regulators and agencies have an obligation to investigate; if any information is sought from us, as a responsible corporate citizen, we will of course provide the same.

While it is unfortunate that I was unable to go in person to the Directorate of Enforcement (ED), our senior authorised representative did attend in person with the requisite information. Needless to say, if in the future any assistance or support to the investigation is requested from us, we will cooperate fully.

Media reports suggest that Mr. Sanjay Nathalal Shah, Chartered Accountant and an independent director of a few of our group companies, is alleged to be connected to Capstone. Let me reiterate that he has no other association with the Edelweiss Group, nor is he in any way related to me; you will appreciate that Shah is a common name.

The media has sensationally reported false allegations, conjecture and innuendo. Several have done so without following the standard, responsible practice of first speaking with Edelweiss. Had they done so, you would have been presented with both sides of the story, equally and fairly. We are, therefore compelled to take appropriate legal action against the concerned media group, in order to protect and reinforce the reputation of Edelweiss.

Edelweiss is a home-grown professional financial services group built over 25 years by more than 11,000 employees and 2 million customers. We have many large, reputed Indian and foreign customers, investors and partners, such as you, who have endorsed our governance and values, and put your trust in us.

I would like to personally reiterate that these allegations are false and we remain committed to the highest governance standards, built on a strong foundation of ethics. We take our responsibilities as good corporate citizens extremely seriously. We find our strength in the unshaken trust reposed by our customers, shareholders, partners and employees.

Thank you for your continued support and belief in Edelweiss.

Best regards,



Rashesh

Rashesh Shah
Chairman & CEO, Edelweiss Group