



## 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: November 14, 2022

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: UNAUDITED FINANCIAL RESULTS WITH LIMITED REVIEW REPORT FOR THE QUARTER /  
HALF-YEAR ENDED ON SEPTEMBER 30, 2022**

Pursuant to Regulation 33 and 52 of SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015, we hereby submitting Unaudited Financial Results (Standalone & Consolidated) for the quarter / half year ended on September 30, 2022 as reviewed by audit committee and approved by Board of Directors in it's meeting held on November 14, 2022.

The statutory auditor has also carried out a limited review. The Limited Review Certificates of M/s Talati & Talati LLP, on Unaudited Financial Results (Consolidated & Standalone) for the quarter / half year ended on September 30, 2022 are also forwarded herewith.

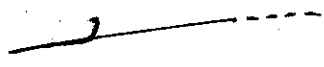
Information as required under Regulation 52(4) of SEBI (Listing Obligations & Disclosure Requirements), Regulations, 2015 is also attached herewith.

The Meeting conducted at 03:30 P.M. and concluded at 04:30 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 REVIEW REPORT ON UNAUDITED CONSOLIDATED FINANCIAL RESULTS OF ARMAN FINANCIAL SERVICES LIMITED FOR THE QUARTER AND HALF YEAR ENDED ON SEPTEMBER 30, 2022 UNDER REGULATION 33 AND 52 OF THE SEBI (LISTING OBLIGATIONS AND DISCLOSURE REQUIREMENTS) REGULATIONS, 2015, AS AMENDED.**

To,  
**The Board of Directors of  
Arman Financial Services Limited**

1. We have reviewed the accompanying Statement of Consolidated Unaudited Financial Results of Arman Financial Services Limited (the "Parent") and its subsidiary (the Parent and its subsidiary together referred to as the "Group"), for the quarter and half year ended September 30, 2022 (the "Statement") being submitted by the Parent pursuant to the requirement of Regulation 33 and Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.
2. This Statement, which is the responsibility of the Parent's Management and approved by the Parent's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India. 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 ("ICAI"). A review of interim financial information consists of making inquiries, primarily of Parent's 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 Companies Act, 2013 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.

We also performed procedures in accordance with the circular issued by the SEBI under Regulation 33(8) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, to the extent applicable.

4. The Statement includes the results of the following entities:

Name of the Company	Relationship
Namra Finance Limited	Wholly owned Subsidiary

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

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

**TEL. : 2754 4571 / 72 / 74, [www.talatiantalati.com](http://www.talatiantalati.com)**

**Also at : VADODARA (0265) 235 5053 / 73 • SURAT (0261) 236 1236 • ANAND (02692) 656 405**

**MUMBAI (022) 2683 3041 / 42 • DELHI (011) 3255 3900 • KOCHI (0484) 640 0102**

5. Based on our review conducted and procedures performed as stated in paragraph 3 above and based on the consideration of the review reports of the other auditors referred to in paragraph 6 below, 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 the aforesaid Indian Accounting Standard and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 and 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement. Our conclusion on the Statement is not modified in respect of this matter.

6. We did not review the interim financial information of one subsidiary included in the Statement, whose interim financial information (before consolidation adjustments) reflect total assets of Rs.1,44,007.32 lakhs as at September 30, 2022, total revenues of Rs. 7,038.91 lakhs and Rs. 12,773.91 lakhs for the quarter and half year ended September 30, 2022 respectively, total net profit after tax of Rs. 1,251.51 lakhs and Rs. 2,215.86 lakhs for the quarter and half year ended September 30, 2022 respectively, total comprehensive income of Rs. 1,216.62 lakhs and Rs. 2,143.04 lakhs for the quarter and half year ended September 30, 2022 respectively, and net cash inflow/(outflow) of Rs. 8,819.72 lakhs for the half year ended September 30, 2022 as considered in the statement.

These financial results have been reviewed by other auditors whose reports have been furnished to us by the Parent's Management and our conclusion on the Statement, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries, is based solely on the reports of the other auditors and the procedures performed by us as stated in paragraph 3 above. Our conclusion on the Statement is not modified in respect of this matter.

7. Attention is drawn to the fact that the unaudited consolidated financial results of the Company for the corresponding quarter and half year ended 30<sup>th</sup> September, 2021 were reviewed by predecessor auditors whose report dated 13 November, 2021, expressed an unmodified conclusion on those unaudited consolidated financial results.

Our conclusion is not modified in respect of these matters.

**For Talati & Talati LLP**  
**Chartered Accountants**

(FRN: 110758W/W100377)



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

**Kushal Talati**  
**Partner**

Mem. No. 188150

UDIN: 22188150BCZWAE6376

**Place: Ahmedabad**

**Date: November 14, 2022**



# **ARMAN FINANCIAL SERVICES LIMITED**

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

CIN:L55910G11992PLC018623 Ph-079-40507000; E-mail: finance@armanindia.com; Website: www.armanindia.com

## **STATEMENT OF CONSOLIDATED UNAUDITED FINANCIAL RESULTS FOR THE QUARTER / HALF YEAR ENDED ON SEPTEMBER 30, 2022**

(Rs. in Lakhs except per share data)

Sr.No.	Particulars	Quarter Ended			Half Year Ended		Year Ended
		30.09.2022	30.06.2022	30.09.2021	30.09.2022	30.09.2021	
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
<b>1</b>	<b>Income from operations</b>						
	a. Revenue from Operations						
	i. Interest Income	8,885.05	7,748.83	4,958.61	16,633.88	9,727.66	22,056.71
	ii. Gain on assignment of financial assets						579.07
	iii. Fees and Commission Income	276.18	232.97	87.75	509.15	196.72	598.99
	iv. Net Gain on Fair Value Changes	1.03	(143.79)	(14.53)	(142.76)	39.88	166.50
	<b>Total revenue from Operations</b>	<b>9,162.27</b>	<b>7,838.01</b>	<b>5,031.83</b>	<b>17,000.27</b>	<b>9,964.26</b>	<b>23,401.27</b>
	b. Other Income	102.70	52.04	49.66	154.74	86.85	99.28
	<b>Total Income</b>	<b>9,264.96</b>	<b>7,890.05</b>	<b>5,081.49</b>	<b>17,155.01</b>	<b>10,051.11</b>	<b>23,500.55</b>
<b>2</b>	<b>Expenses</b>						
	a. Finance cost	3,606.94	2,857.36	1,969.07	6,464.30	3,953.25	8,945.03
	b. Impairment losses on financial assets	969.57	1,180.39	865.33	2,149.96	1,998.86	3,733.18
	c. Employees benefits expense	1,371.08	1,270.49	940.80	2,641.57	1,881.25	4,185.26
	d. Depreciation and amortisation expense	26.35	27.05	21.06	53.40	41.58	95.27
	e. Other expenses	619.64	553.27	549.29	1,172.91	790.12	1,989.99
	<b>Total Expenses</b>	<b>6,593.58</b>	<b>5,888.56</b>	<b>4,345.55</b>	<b>12,482.14</b>	<b>8,665.06</b>	<b>18,948.74</b>
<b>3</b>	<b>Profit / (Loss) before an Exceptional and Tax (1-2)</b>	<b>2,671.38</b>	<b>2,001.49</b>	<b>735.94</b>	<b>4,672.87</b>	<b>1,386.05</b>	<b>4,551.82</b>
<b>4</b>	<b>Exceptional Items</b>						
<b>5</b>	<b>Profit / (Loss) before Tax (3 - 4)</b>	<b>2,671.38</b>	<b>2,001.49</b>	<b>735.94</b>	<b>4,672.87</b>	<b>1,386.05</b>	<b>4,551.82</b>
<b>6</b>	<b>Tax Expense (net)</b>						
	- Current tax	634.20	647.70	423.60	1,281.90	677.20	1,495.10
	- Short / (excess) Provision of Income Tax of earlier years						0.28
	- Deferred tax liability / (asset)	44.97	(217.66)	(172.71)	(172.69)	(133.45)	(115.84)
	<b>Net Tax Expenses</b>	<b>679.17</b>	<b>430.04</b>	<b>250.89</b>	<b>1,109.21</b>	<b>543.75</b>	<b>1,379.54</b>
<b>7</b>	<b>Profit for the period / year from continuing operations (5-6)</b>	<b>1,992.20</b>	<b>1,571.46</b>	<b>485.05</b>	<b>3,563.66</b>	<b>842.30</b>	<b>3,172.28</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>1,992.20</b>	<b>1,571.46</b>	<b>485.05</b>	<b>3,563.66</b>	<b>842.30</b>	<b>3,172.28</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	0.57	0.57	5.41	1.14	10.81	2.28
	(ii) Income tax relating to items that will not be reclassified to profit and loss	(0.15)	(0.14)	(1.36)	(0.29)	(2.72)	(0.57)
	<b>Sub Total (a)</b>	<b>0.42</b>	<b>0.43</b>	<b>4.05</b>	<b>0.85</b>	<b>8.09</b>	<b>1.71</b>
	(b) (i) Items that will be reclassified to profit and loss						
	- Fair valuation gain / (loss) on financial instruments measured at FVOCI	(115.82)	(73.25)	(104.20)	(189.07)	(220.20)	(790.66)
	(ii) Income tax relating to items that will be reclassified to profit and loss	29.35	18.44	26.23	47.79	55.42	198.99
	<b>Sub Total (b)</b>	<b>(86.47)</b>	<b>(54.81)</b>	<b>(77.97)</b>	<b>(141.28)</b>	<b>(164.78)</b>	<b>(591.67)</b>
	<b>Net Other comprehensive income / (loss) (a)+(b)</b>	<b>(86.04)</b>	<b>(54.39)</b>	<b>(73.92)</b>	<b>(140.43)</b>	<b>(156.69)</b>	<b>(589.96)</b>
<b>13</b>	<b>Total Comprehensive Income</b>	<b>1,906.16</b>	<b>1,517.07</b>	<b>411.13</b>	<b>3,423.23</b>	<b>685.61</b>	<b>2,582.32</b>
	<b>Paid up Equity Share capital (face value of Rs. 10/-)</b>	<b>849.23</b>	<b>849.23</b>	<b>849.16</b>	<b>849.23</b>	<b>849.16</b>	<b>849.16</b>
<b>14</b>	<b>Earnings per share (of Rs. 10/- Each)(Not Annualised)</b>						
	(a) Basic EPS	23.45	18.51	5.71	41.96	9.92	37.36
	(b) Diluted EPS	23.44	18.50	5.71	41.94	9.92	37.34



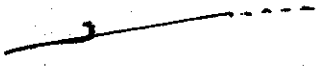
## Notes

- 1 These unaudited 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 unaudited Consolidated financial results for the quarter / half year ended September 30, 2022 have been reviewed by the Audit Committee and subsequently approved by the Board of Directors of the Company at its meeting held on November 14, 2022.
- 3 The Company reports quarterly / half 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 parent Company, during the quarter ended September 30, 2022 has allotted 6,24,388 Compulsory Convertible Debentures ("CCDs") of face value of Rs. 1,230/- each aggregating to Rs. 76,79,97,240/- to be converted into 6,24,388 equity shares of face value of Rs 10/- each on a private placement basis to the Non-Promoter entities.
- 5 The parent Company, during the quarter ended September 30, 2022 has also allotted 3,10,972 Cumulative Non-Participating Optionally Convertible Redeemable Preference Shares ("OCRPS") of face value Rs. 10/- at a premium of Rs. 1,220/- each aggregating to Rs. 38,24,95,560/- on a private placement basis to the Non-Promoter entities which may either (a) be convertible into equivalent of 3,10,972 equity shares of the face value of Rs. 10/- each of the Company, at a conversion price of Rs. 1,230/- per equity share (including a premium of Rs. 1,220/- per share) at the option of the investor within a period not exceeding 18 (eighteen) months from the date of allotment of OCRPS; or (b) be redeemed at a price of Rs. 1,230/- per OCRPS at the option of the investor if the investor chooses not to convert the OCRPS within a time frame mentioned at option (a) above.
- 6 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.
- 7 Previous period / year figures have been regrouped / reclassified, wherever found necessary, to conform to current period / year classification.

Date: 14.11.2022  
Place: Ahmedabad



For, Arman Financial Services Limited

  
Jayendra Patel  
Vice Chairman & Managing Director  
DIN-00011814





# **ARMAN FINANCIAL SERVICES LIMITED**

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

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

## **CONSOLIDATED BALANCE SHEET AS ON SEPTEMBER 30, 2022**

Particulars	Rs. in Lakhs	
	September 30, 2022	March 31, 2022
<b>ASSETS</b>		
<b>(1) Financial Assets</b>		
(a) Cash and cash equivalents	22,350.06	7,552.76
(b) Bank Balance other than (a) above	20,241.42	6,681.27
(c) Loans	128,372.47	105,760.67
(d) Investments	2,091.96	591.74
(e) Other Financial assets	1,353.06	1,291.55
<b>(2) Non-financial Assets</b>		
(a) Current tax assets (Net)	-	-
(b) Deferred tax Assets (Net)	1,871.21	1,651.02
(c) Property, Plant and Equipment	535.87	365.20
(d) Other Intangible assets	-	2.62
(e) Right of Use Assets	107.98	121.93
(f) Other non-financial assets	200.79	111.52
<b>Total Assets</b>	<b>177,124.82</b>	<b>124,130.29</b>
<b>LIABILITIES AND EQUITY</b>		
<b>LIABILITIES</b>		
<b>(1) Financial Liabilities</b>		
(a) Other Payables		
(i) total outstanding dues of micro enterprises and small enterprises	-	-
(ii) total outstanding dues of creditors other than micro enterprises and small enterprises	43.65	117.77
(b) Debt Securities	21,506.92	19,507.59
(c) Borrowings (Other than Debt Securities)	117,863.63	76,961.46
(d) Subordinated Liabilities	2,500.00	2,500.00
(e) Other financial liabilities	3,313.57	3,289.37
<b>(2) Non-Financial Liabilities</b>		
(a) Provisions	126.24	115.74
(b) Current Tax Liabilities (Net)	472.50	274.23
(c) Other non-financial liabilities	153.08	95.51
<b>(3) EQUITY</b>		
(a) Equity Share capital	849.23	849.16
(b) Other Equity	30,296.00	20,419.45
<b>Total Liabilities and Equity</b>	<b>177,124.82</b>	<b>124,130.29</b>





# **ARMAN FINANCIAL SERVICES LIMITED**

Reg. off: 502-503, SAKAR III, OPP. OLD HIGH COURT, AHMEDABAD-380014  
CIN:L55910GJ1992PLC018623 Ph-079-40507000; E-mail: finance@armanindia.com; Website: www.armanindia.com

## **Consolidated Cash Flow Statement for the half year ended on September 30, 2022**

PARTICULARS	Rs. in Lakhs	
	For the Half year ended on September 30, 2022	For the Half year ended on September 30, 2021
<b>Cash from Operating Activities:</b>		
Net profit before taxation	4,672.87	1,386.05
<b>Adjustment For:</b>		
Depreciation and amortisation	39.45	34.19
Interest Income	(16,633.88)	(9,727.66)
Net gain on equity instruments measured through profit and loss	(6.36)	(39.88)
Finance cost Expense	6,464.30	3,953.25
Provision for impairment on financial assets	650.49	1,182.07
Depreciation on Right of Use Assets	13.95	7.39
Loss / (Profit) on sale of Current Investment	(17.35)	(29.74)
Remeasurement of define benefit plan	1.14	10.81
Employee Stock Option Plan Expense	5.68	7.47
(Profit) / loss on sale of property, plant and equipment	-	0.57
	(9,482.58)	(4,601.52)
<b>Operating profit before working Capital changes :</b>	<b>(4,809.71)</b>	<b>(3,215.47)</b>
<b>Adjustment For (Increase)/Decrease in operating Assets:</b>		
Loans and Advances	(23,323.34)	(10,219.03)
Financial Assets	(217.43)	(36.49)
Non Financial Assets	(89.27)	(14.45)
Bank balance other than Cash and Cash equivalents	(13,560.15)	1,746.66
<b>Adjustment For Increase/(Decrease) in operating Liabilities:</b>		
Trade Payables	(74.12)	(33.80)
Other Non Financial liability	57.57	(36.83)
Other Financial Liabilities	116.16	(702.47)
Provision	10.49	30.30
	(37,080.08)	(9,266.11)
<b>Cash Generated From Operations</b>	<b>(41,889.80)</b>	<b>(12,481.58)</b>
Interest Received	16,789.81	9,606.38
Finance Cost Paid	(6,860.91)	(3,954.90)
Income tax paid (Net)	(1,083.63)	(718.47)
	8,845.27	4,933.01
<b>Net Cash From Operating Activities:</b>	<b>(33,044.53)</b>	<b>(7,548.57)</b>
<b>Cash Flow From Investment Activities:</b>		
Purchase of Property, Plant & Equipment	(207.50)	(25.05)
Purchase of investments	(11,826.56)	(15,518.48)
Sale of investments	10,350.06	11,248.44
Sale of Property, Plant & Equipment	-	0.18
<b>Net Cash from Investment Activities:</b>	<b>(1,684.00)</b>	<b>(4,294.91)</b>
<b>Cash Flow From Financing Activities :</b>		
Proceeds from issue of share capital (including Premium)	0.38	1.60
Proceeds from issue of CCD & OCRPS	11,504.43	-
Proceeds from long term borrowings	73,289.53	19,582.29
Repayment of borrowings	(34,293.70)	(9,705.26)
Net increase / (decrease) in working capital borrowings	(962.15)	(2,093.78)
Repayment of Principal Component of Lease Liability	(12.66)	(6.60)
<b>Net Cash from Financing Activities:</b>	<b>49,525.83</b>	<b>7,778.25</b>
<b>Net Increase in Cash &amp; Cash Equivalents</b>	<b>14,797.30</b>	<b>(4,065.23)</b>
Cash & cash equivalents at the beginning	7,552.76	8,791.77
<b>Cash &amp; cash equivalents at the end</b>	<b>22,350.06</b>	<b>4,726.54</b>



# ***talati & talati llp***

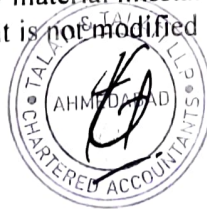
*Chartered Accountants*

**INDEPENDENT AUDITOR'S REVIEW REPORT ON UNAUDITED STANDALONE FINANCIAL RESULTS OF ARMAN FINANCIAL SERVICES LIMITED FOR THE QUARTER AND HALF YEAR ENDED ON SEPTEMBER 30, 2022 UNDER REGULATION 33 AND 52 OF THE SEBI (LISTING OBLIGATIONS AND DISCLOSURE REQUIREMENTS) REGULATIONS, 2015, AS AMENDED.**

---

To,  
The Board of Directors of  
**Arman Financial Services Limited**

1. We have reviewed the accompanying Statement of Standalone Unaudited Financial Results of Arman Financial Services Limited (the "Company"), for the quarter and half year ended September 30, 2022 (the "Statement"), being submitted by the Company pursuant to the requirement of Regulation 33 and Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.
2. This Statement, which is the responsibility of the Company's management and approved by the Board of Directors, 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, and other accounting principles generally accepted in India and in compliance with Regulation 33 and 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the 'SEBI Listing Regulations'). Our responsibility is to issue a report 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 of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
4. Based on our review conducted as stated in paragraph 3 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 the aforesaid Indian Accounting Standards and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 and 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.  
Our conclusion on the Statement is not modified in respect of this matter.



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

**AMBICA CHAMBERS, NEAR OLD HIGH COURT, NAVRANGPURA, AHMEDABAD 380 009.**  
TEL. : 2754 4571 / 72 / 74, [www.talatiandtlati.com](http://www.talatiandtlati.com)

Also at : **VADODARA** (0265) 235 5053 / 73 • **SURAT** (0261) 236 1236 • **ANAND** (02692) 656 405  
**MUMBAI** (022) 2683 3041 / 42 • **DELHI** (011) 3255 3900 • **KOCHI** (0484) 640 0102



5. Attention is drawn to the fact that the unaudited standalone financial results of the Company for the corresponding quarter and half year ended September 30, 2021 were reviewed by predecessor auditors whose report dated November 13, 2021, expressed an unmodified conclusion on those unaudited standalone financial results.  
Our conclusion is not modified in respect of these matters.



For Talati & Talati LLP  
Chartered Accountants  
(FRN: 110758W/W100377)

*Kushal Talati*

**Kushal Talati**  
**Partner**

Mem. No. 188150

UDIN: 22188150BCZVPZ8937

**Place: Ahmedabad**

**Date: November 14, 2022**



## ARMAN FINANCIAL SERVICES LIMITED

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

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

### STATEMENT OF STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER / HALF YEAR ENDED SEPTEMBER 30, 2022

(Rs. In Lacs except per share data)

Sr.No.	Particulars	Quarter Ended			Half Year Ended		Year Ended
		30.09.2022	30.06.2022	30.09.2021	30.09.2022	30.09.2021	31.03.2022
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1	<b>Income from operations</b>						
	a. Revenue from Operations						
	i. Interest Income based on Effective Interest Method	2,076.27	2,069.60	1,332.02	4,145.88	2,680.63	6,116.69
	ii. Fees and Commission Income	58.89	49.15	2.17	108.04	12.27	87.09
	iii. Net Gain on Fair Value Changes of Assets through Profit & Loss	-	12.34	8.05	12.34	9.59	37.58
	<b>Total revenue from Operations</b>	<b>2,135.16</b>	<b>2,131.09</b>	<b>1,342.24</b>	<b>4,266.26</b>	<b>2,702.59</b>	<b>6,241.36</b>
	b. Other Income	75.43	78.26	72.40	153.69	158.91	380.49
	<b>Total Income</b>	<b>2,210.59</b>	<b>2,209.35</b>	<b>1,414.64</b>	<b>4,419.94</b>	<b>2,861.50</b>	<b>6,621.85</b>
2	<b>Expenses</b>						
	a. Finance cost	602.06	584.34	458.44	1,186.40	870.09	1,789.01
	b. Impairment losses on financial assets	(65.13)	156.17	219.81	91.05	597.41	733.49
	c. Employees benefits expense	435.34	407.46	318.50	842.80	591.08	1,279.78
	d. Depreciation and amortisation expense	3.26	3.11	2.25	6.37	4.84	10.03
	e. Other expenses	187.80	191.89	160.86	379.69	243.18	679.58
	<b>Total Expenses</b>	<b>1,163.33</b>	<b>1,342.97</b>	<b>1,159.86</b>	<b>2,506.31</b>	<b>2,306.60</b>	<b>4,491.89</b>
3	<b>Profit / (Loss) before an Exceptional and Tax (1-2)</b>	<b>1,047.26</b>	<b>866.38</b>	<b>254.78</b>	<b>1,913.64</b>	<b>554.90</b>	<b>2,129.96</b>
4	Exceptional Items	-	-	-	-	-	-
5	<b>Profit / (Loss) before Tax (3 - 4)</b>	<b>1,047.26</b>	<b>866.38</b>	<b>254.78</b>	<b>1,913.64</b>	<b>554.90</b>	<b>2,129.96</b>
6	<b>Tax Expense (net)</b>						
	- Current tax	217.70	200.30	109.00	418.00	197.50	490.10
	- Short / (excess) Provision of Income Tax of earlier years	-	-	-	-	-	-
	- Deferred tax liability / (asset)	39.96	(5.59)	(58.38)	34.37	(54.85)	16.42
	<b>Net Tax Expenses</b>	<b>257.66</b>	<b>194.71</b>	<b>50.62</b>	<b>452.37</b>	<b>142.65</b>	<b>506.52</b>
7	<b>Profit for the period / year from continuing operations (5-6)</b>	<b>789.59</b>	<b>671.67</b>	<b>204.16</b>	<b>1,461.27</b>	<b>412.25</b>	<b>1,623.44</b>
8	<b>Profit / (loss) from discontinued operations</b>	-	-	-	-	-	-
9	<b>Tax expense of discontinued operations</b>	-	-	-	-	-	-
10	<b>Profit / (loss) from discontinued operations (after tax) (8-9)</b>	-	-	-	-	-	-
11	<b>Profit for the period / year (7+10)</b>	<b>789.59</b>	<b>671.67</b>	<b>204.16</b>	<b>1,461.27</b>	<b>412.25</b>	<b>1,623.44</b>
12	<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	2.06	2.06	1.81	4.12	3.63	8.23
	(ii) Income tax relating to items that will not be reclassified to profit and loss	(0.52)	(0.52)	(0.45)	(1.04)	(0.91)	(2.07)
	<b>Sub Total (a)</b>	<b>1.54</b>	<b>1.54</b>	<b>1.36</b>	<b>3.08</b>	<b>2.72</b>	<b>6.16</b>
	(b) (i) Items that will be reclassified to profit and loss						
	- Fair Value changes on Advances	(70.81)	(23.66)	(50.27)	(94.46)	(92.91)	(173.41)
	(ii) Income tax relating to items that will not be reclassified to profit and loss	17.82	5.95	12.65	23.77	23.38	43.64
	<b>Sub Total (b)</b>	<b>(52.99)</b>	<b>(17.70)</b>	<b>(37.62)</b>	<b>(70.69)</b>	<b>(69.53)</b>	<b>(129.77)</b>
	<b>Net Other comprehensive income / (loss) (a)+(b)</b>	<b>(51.45)</b>	<b>(16.16)</b>	<b>(36.26)</b>	<b>(67.61)</b>	<b>(66.81)</b>	<b>(123.61)</b>
13	<b>Total Comprehensive Income</b>	<b>738.15</b>	<b>655.51</b>	<b>167.90</b>	<b>1,393.66</b>	<b>345.44</b>	<b>1,499.83</b>
	<b>Paid up Equity Share capital (face value of Rs. 10/-)</b>	<b>849.23</b>	<b>849.23</b>	<b>849.16</b>	<b>849.23</b>	<b>849.16</b>	<b>849.16</b>
14	<b>Earnings per share (in Rs.) (Not Annualised)</b>						
	(a) Basic EPS	9.30	7.91	2.41	17.21	4.86	19.12
	(b) Diluted EPS	9.29	7.91	2.40	17.20	4.85	19.11



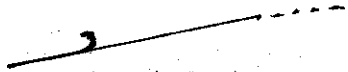
## Notes

- 1 These 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 unaudited standalone financial results for the quarter / half year ended September 30, 2022 have been reviewed by the Audit Committee and subsequently approved by the Board of Directors of the Company at its meeting held on November 14, 2022.
- 3 The Company, during the quarter ended September 30, 2022 has allotted 6,24,388 Compulsory Convertible Debentures ("CCDs") of face value of Rs. 1,230/- each aggregating to Rs. 76,79,97,240/- to be converted into 6,24,388 equity shares of face value of Rs 10/- each on a private placement basis to the Non-Promoter entities.
- 4 The Company, during the quarter ended September 30, 2022 has also allotted 3,10,972 Cumulative Non-Participating Optionally Convertible Redeemable Preference Shares ("OCRPS") of face value Rs. 10/- at a premium of Rs. 1,220/- each aggregating to Rs. 38,24,95,560/- on a private placement basis to the Non-Promoter entities which may either (a) be convertible into equivalent of 3,10,972 equity shares of the face value of Rs. 10/- each of the Company, at a conversion price of Rs. 1,230/- per equity share (including a premium of Rs. 1,220/- per share) at the option of the investor within a period not exceeding 18 (eighteen) months from the date of allotment of OCRPS; or (b) be redeemed at a price of Rs. 1,230/- per OCRPS at the option of the investor if the investor chooses not to convert the OCRPS within a time frame mentioned at option (a) above.
- 5 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.
- 6 Previous period / year figures have been regrouped / reclassified, wherever found necessary, to conform to current period / year classification.

Date: 14.11.2022  
Place: Ahmedabad



**For, Arman Financial Services Limited**

  
Jayendra Patel  
Vice Chairman & Managing Director  
DIN-00011814



# **ARMAN FINANCIAL SERVICES LIMITED**

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

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

## **STANDALONE BALANCE SHEET AS ON SEPTEMBER 30, 2022**

Particulars	Rs. in Lakhs	
	September 30, 2022	March 31, 2022
<b>ASSETS</b>		
<b>(1) Financial Assets</b>		
(a) Cash and cash equivalents	9,079.50	3,101.93
(b) Bank Balance other than (a) above	653.27	756.52
(c) Loans	22,509.25	18,829.51
(d) Investments	16,303.98	9,304.06
(e) Other Financial assets	92.16	109.83
<b>(2) Non-financial Assets</b>		
(a) Current tax assets (Net)	-	17.40
(b) Deferred tax Assets (Net)	452.00	463.64
(c) Property, Plant and Equipment	86.58	81.63
(d) Other Intangible assets	-	2.62
(e) Other non-financial assets	130.17	71.75
<b>Total Assets</b>	<b>49,306.91</b>	<b>32,738.87</b>
<b>LIABILITIES AND EQUITY</b>		
<b>LIABILITIES</b>		
<b>(1) Financial Liabilities</b>		
(a) Debt Securities	11,051.90	6,728.57
(b) Borrowings (Other than Debt Securities)	15,076.00	10,569.96
(c) Subordinated Liabilities	500.00	500.00
(d) Other financial liabilities	542.66	498.08
<b>(2) Non-Financial Liabilities</b>		
(a) Provisions	35.83	39.93
(b) Current Tax Liabilities (Net)	64.37	-
(c) Other non-financial liabilities	371.79	307.04
<b>(3) EQUITY</b>		
(a) Equity Share capital	849.23	849.16
(b) Other Equity	20,815.11	13,246.14
<b>Total Liabilities and Equity</b>	<b>49,306.91</b>	<b>32,738.87</b>





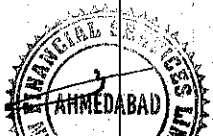
# **ARMAN FINANCIAL SERVICES LIMITED**

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

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

## **Standalone Cash Flow Statement for the half year ended on September 30, 2022**

PARTICULARS	Rs. in Lakhs	
	For the Half year ended on September 30, 2022	For the Half year ended on September 30, 2021
<b>Cash from Operating Activities:</b>		
Net profit before taxation	1,913.64	554.90
<b>Adjustment For:</b>		
Depreciation and amortisation	6.37	4.84
Interest Income	(4,145.88)	(2,680.63)
Net gain on equity instruments measured through profit and loss	-	(9.69)
Finance cost Expense	1,186.40	870.09
Provision for impairment on financial assets	(309.56)	415.48
Loss / (Profit) on sale of Current Investment	(12.34)	(4.62)
Remeasurement of define benefit plan	4.12	3.63
Employee Stock Option Plan Expense	3.32	3.67
Financial Guarantee Income	(113.46)	(111.19)
	(3,381.04)	(1,508.41)
<b>Operating profit before working Capital changes :</b>	<b>(1,467.40)</b>	<b>(953.51)</b>
<b>Adjustment For (Increase)/Decrease in Operating Assets:</b>		
Loans and Advances	(3,464.64)	99.99
Financial Assets	5.04	7.46
Non Financial Assets	(58.42)	4.18
Bank balance other than Cash and Cash equivalents	103.25	5.80
<b>Adjustment For Increase/(Decrease) in Operating Liabilities:</b>		
Other Non Financial liability	14.32	28.63
Other Financial Liabilities	(28.62)	(44.32)
Provision	(4.09)	13.23
	(3,433.16)	114.97
<b>Cash Generated From Operations</b>	<b>(4,900.56)</b>	<b>(838.54)</b>
Interest Income Received	4,158.50	2,702.30
Finance Cost Paid	(1,145.61)	(856.90)
Income tax paid	(336.22)	(177.94)
	2,676.67	1,667.46
<b>Net Cash From Operating Activities:</b>	<b>(2,223.89)</b>	<b>828.92</b>
<b>Cash Flow From Investment Activities:</b>		
Purchase of Property, Plant & Equipment	(8.71)	(6.16)
Purchase of investments	(13,611.75)	(5,354.16)
Sale of investments	6,512.40	1,304.62
<b>Net Cash from Investment Activities:</b>	<b>(7,108.05)</b>	<b>(4,055.70)</b>
<b>Cash Flow From Financing Activities :</b>		
Proceeds from issue of share capital (including Premium)	0.38	1.60
Proceeds from issue Equity and Debt Component of CCD and OCRPS	11,504.43	-
Proceeds from long term borrowings	10,086.05	3,000.00
Repayment of borrowings	(5,439.84)	(2,494.77)
Net increase / (decrease) in working capital borrowings	(841.49)	(262.66)
<b>Net Cash from Financing Activities:</b>	<b>15,309.52</b>	<b>244.17</b>
<b>Net Increase in Cash &amp; Cash Equivalents</b>	<b>5,977.58</b>	<b>(2,982.61)</b>
Cash & cash equivalents at the beginning	3,101.93	4,906.56
<b>Cash &amp; cash equivalents at the end</b>	<b>9,079.51</b>	<b>1,923.95</b>







## 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

### Disclosure in compliance with Regulation 52(4) of the SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015 for the half year ended on September 30, 2022

SRN	Particulars	Ratio
1.	Credit Rating & Change in rating (if any)	PP MLD [ACUITE] A- (Stable)
2.	Debt-equity ratio	1.23
3.	Debt service coverage ratio	N.A.
4.	Interest service coverage ratio	N.A.
5.	Outstanding redeemable preference shares (quantity and value)	3,10,972 Optionally Convertible redeemable Preference Shares of face value of Rs. 10/- each aggregating to Rs 31,09,720/-
6.	Capital redemption reserve	N.A.
7.	Debenture redemption reserve	N.A.
8.	Net worth (₹ in lakhs)	21,664.35
9.	Net profit after tax for the period ended 30.09.2022 (₹ in lakhs)	1461.27
10.	Earnings per share (in ₹): Basic For the period ended 30.09.2022 Diluted For the period ended 30.09.2022	17.21 17.20
11.	Current ratio	N.A.
12.	Long term debt to working capital	N.A.
13.	Bad debts to Account receivable ratio	N.A.
14.	Current liability ratio	N.A.
15.	Total debts to total assets	54.00%
16.	Debtors turnover	N.A.
17.	Inventory turnover	N.A.
18.	Operating margin	N.A.
19.	Net profit margin for the period ended 30.09.2022 (%)	34.25%
20.	Sector specific equivalent ratios: GNPA (%) NNPA (%) CRAR (%)	4.89% 0.56% 51.21%
21.	previous due date for the payment of interest/ dividend for non-convertible redeemable preference shares/ repayment of principal of non-convertible preference shares /non convertible debt securities	Nil
22.	next due date for the payment of interest /principal along with the amount of interest/ dividend of non-convertible preference shares payable and the redemption amount	April 4, 2024





## 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

### Asset Cover Ratio:

The secured market linked non-convertible debentures issued by the Company are fully secured by first pari passu charge by way of hypothecation on book debts of the Company to the extent stated in the information memorandum read with underlying debenture trust deed. Further the Company has maintained asset cover as stated in Information Memorandum which is sufficient to discharge the principal amount and other dues for the market linked non-convertible debentures issued.

### ANNEXURE A

Details of redemption & payment of interest during last quarter ending 30.09.2022:

Series / Tranche	Type (Principal / Interest)	Due date of payment	Amount (Rs.)	Actual date of payment
Not Applicable				

### ANNEXURE B

Details of redemption & interest due in the next quarter i.e. 01.10.2022 to 31.12.2022:

Series / Tranche	Type (Principal / Interest)	Due date of payment	Amount (Rs.)
Nil			

### ANNEXURE C

Details of Debenture Redemption Reserve (If applicable): **Not Applicable for NBFC**

Series / Tranche	Amount of issue Rs. (In Cr.)	DRR required to be created (In Cr.)	DRR created upto 30.09.2022 (In Cr.)	Funds invested for debentures maturing during
N.A.				

For, Arman Financial Services Limited

Jayendra Patel  
Managing Director  
(DIN: 00011814)

