

# Khimji Kunverji & Co LLP

## Chartered Accountants

Limited review report on unaudited consolidated quarterly financial results and consolidated year-to-date results of Anand Rathi Wealth Limited (formerly known as Anand Rathi Wealth Services Limited) under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

To  
The Board of Directors of  
Anand Rathi Wealth Limited  
(Formerly known as Anand Rathi Wealth Services Limited)

1. We have reviewed the accompanying statement of unaudited consolidated financial results of Anand Rathi Wealth Limited (formerly known as Anand Rathi Wealth Services Limited) ("the Parent" or "the Company") and its subsidiaries (the parent and its subsidiaries together referred to as "the Group") for the quarter ended 31 December 2021 and for the period from 1 April 2021 to 31 December 2021 ("the Statement"), being submitted by the Parent pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations"). Attention is drawn to the fact that the consolidated figures for the corresponding quarter ended 31 December 2020 and 30 September 2021, and the corresponding period from 01 April 2020 to 31 December 2020, as reported in these unaudited consolidated financial results have been prepared by the Parent's management but have not been subjected to review."
2. This Statement, which is the responsibility of the Parent's Management and approved by the Parent's Board of Directors of the Company, has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard ("Ind AS") 34 "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013 and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review 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. A review of interim financial information consists of making inquiries, primarily of persons 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 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 Listing Regulations, as amended, to the extent applicable.

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

Name of the entity	Relationship
Anand Rathi Digital Wealth Private Limited	Subsidiary
Freedom Wealth Solutions Private Limited	Subsidiary
Ffreedom Intermediary Infrastructure Private Limited	Subsidiary



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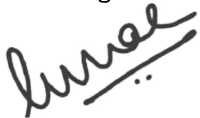
## Chartered Accountants

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 Ind AS and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.
6. We did not review the financial results of three subsidiaries included in the Statement, whose financial results, reflect total assets of Rs. 7,198.68 Lakh (before consolidation adjustments) as at 31 December 2021 and total revenues of Rs. 435.32 Lakh and Rs. 1225.74 Lakh (before consolidation adjustments), total net profit after tax of Rs. 16.57 Lakh and Rs. 78.34 Lakh (before consolidation adjustments) and total comprehensive income of Rs. 14.72 Lakh and Rs. 78.97 Lakh (before consolidation adjustments) for the quarter ended 31 December 2021 and for the period 1 April 2021 to 31 December 2021 respectively, as considered in the Statement. These financial results have been reviewed by other auditors whose reports have been furnished to us by the 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 the above matter.
7. The figures for quarter ended 31 December 2021 is balancing figure between the unaudited figures for nine months ended 31 December 2021 and management prepared figures for six months ended 30 September 2021. The unaudited figures for nine months ended 31 December 2021 were subjected to review however, figures for the six months ended 30 September 2021 were neither audited nor reviewed by the Statutory Auditors.

For **Khimji Kunverji & Co LLP**

Chartered Accountants

Firm Registration Number: 105146W/W100621



**Gautam V Shah**

Partner

ICAI Membership No: 117348

UDIN: 22117348AAAAAD8984



Place: Mumbai

Date: 06 January 2022

**ANAND RATHI WEALTH LIMITED**  
(Formerly known as Anand Rathi Wealth Services Limited)  
CIN : U67120MH1995PLC086696

Registered Office - Express Zone, A Wing, 10th Floor, Western Express Highway, Goregaon (E), Mumbai - 400 063, Maharashtra  
**STATEMENT OF UNAUDITED CONSOLIDATED FINANCIAL RESULTS FOR QUARTER AND NINE MONTHS ENDED DECEMBER 31, 2021**

(In INR Lakhs except EPS)

Sr. No.	Particulars	Quarter Ended			Nine Months Ended		Year Ended
		31.12.2021 (Unaudited) (refer note no. 9)	30.09.2021 (Unaudited) (refer note no. 10)	31.12.2020 (Unaudited) (refer note no. 10)	31.12.2021 (Unaudited)	31.12.2020 (Unaudited) (refer note no. 10)	31.03.2021 (Audited)
I	Revenue From Operations	10,569.33	10,172.51	6,808.21	30,497.04	19,512.73	26,533.02
II	Other Income	296.73	206.16	207.32	590.46	731.54	1,391.83
III	<b>Total Revenue (I + II)</b>	<b>10,866.06</b>	<b>10,378.67</b>	<b>7,015.53</b>	<b>31,087.50</b>	<b>20,244.27</b>	<b>27,924.85</b>
	Expenses:						
i	Employee Benefit Expenses	4,983.21	4,658.69	3,470.23	13,931.49	10,877.30	15,075.48
ii	Finance Costs	32.29	37.95	94.63	138.31	215.13	288.98
iii	Depreciation and Amortisation Expenses	424.40	403.67	432.74	1,233.86	1,371.56	1,772.90
iv	Other Expenses	1,139.19	1,166.31	1,237.04	3,424.43	3,126.75	4,499.22
IV	<b>Total Expenses</b>	<b>6,579.09</b>	<b>6,266.62</b>	<b>5,234.64</b>	<b>18,728.09</b>	<b>15,590.74</b>	<b>21,636.58</b>
V	<b>Profit Before Tax (III - IV)</b>	<b>4,286.97</b>	<b>4,112.05</b>	<b>1,780.89</b>	<b>12,359.41</b>	<b>4,653.53</b>	<b>6,288.27</b>
	Tax Expenses:						
	1. Current Tax	1,065.01	1,049.82	423.28	3,162.18	1,270.27	1,591.99
	2. Deferred Tax	18.35	17.57	45.66	(22.59)	(58.38)	46.98
	3. Tax Adjustment for earlier years	-	-	-	-	-	191.53
VI	<b>Total Tax Expenses</b>	<b>1,083.36</b>	<b>1,067.39</b>	<b>468.94</b>	<b>3,139.59</b>	<b>1,211.89</b>	<b>1,830.50</b>
VII	<b>Profit for the period (V - VI)</b>	<b>3,203.61</b>	<b>3,044.66</b>	<b>1,311.95</b>	<b>9,219.82</b>	<b>3,441.64</b>	<b>4,457.77</b>
VIII	Other Comprehensive Income/(loss)						
	(i) Items that will not be subsequently reclassified to profit or loss	(33.28)	20.12	(22.20)	(15.54)	43.04	29.76
	(ii) Income tax relating to items that will not be reclassified to profit or loss	7.91	(5.30)	6.29	4.07	(6.48)	(2.82)
	<b>Total Other comprehensive Income/(Loss)</b>	<b>(25.37)</b>	<b>14.82</b>	<b>(15.91)</b>	<b>(11.47)</b>	<b>36.56</b>	<b>26.94</b>
IX	<b>Total Comprehensive Income For The Period (VII + VIII)</b>	<b>3,178.24</b>	<b>3,059.48</b>	<b>1,296.04</b>	<b>9,208.35</b>	<b>3,478.20</b>	<b>4,484.71</b>
X	Net Profit attributable to:						
	a) Owners of the Company	3,202.10	3,044.11	1,308.16	9,216.66	3,492.09	4,456.71
	b) Non- Controlling Interest	1.51	0.54	3.78	3.16	(50.46)	1.06
XI	Other Comprehensive Income attributable to:						
	a) Owners of the Company	(24.62)	14.94	(15.67)	(11.13)	35.11	25.43
	b) Non- Controlling Interest	(0.75)	(0.12)	(0.24)	(0.34)	1.45	1.51
XII	Total Comprehensive Income attributable to:						
	a) Owners of the Company (X+XI)	3,177.48	3,059.05	1,292.49	9,205.53	3,527.20	4,482.14
	b) Non- Controlling Interest (X+XI)	0.76	0.42	3.54	2.82	(49.01)	2.57
XIII	Paid up Equity Share Capital (Face value of Rs.5 each)	2,080.81	2,080.81	1,375.68	2,080.81	1,375.68	1,375.68
XIV	Other Equity						22,781.76
XV	Earning Per Equity Share of Face Value of Rs. 5 each *						
	Basic (Rs.)	7.72	7.34	3.20	22.21	8.39	10.86
	Diluted (Rs.)	7.69	7.31	3.16	22.12	8.29	10.73

\* EPS is not annualised for the quarter and nine months ended periods.

**Notes**

- The above unaudited consolidated financial results for the quarter and nine months ended December 31, 2021 of Anand Rathi Wealth Limited (Formerly known as Anand Rathi Wealth Services Limited) (the "Holding Company" or the "Company") and its subsidiaries (the Holding Company and its subsidiaries together referred to as the "Group") have been reviewed and recommended by the Audit Committee and approved by the Board of Directors of the Company at its meeting held on January 06, 2022, in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. The Statutory Auditor of the Company has carried out Limited Review of the aforesaid results.
- The unaudited consolidated financial results of the Group include reviewed results of the subsidiaries – AR Digital Wealth Private Limited (ARDWPL) (formerly known as A R Wealth Management Private Limited) (75.51%), Freedom Wealth Solutions Private Limited (FWSPL) (95%) and Ffreedom Intermediary Infrastructure Private Limited (FIINFRA) (100%).
- These unaudited consolidated financial results have been prepared in accordance with the recognition and measurement principals laid down in Indian Accounting Standards 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 principal generally accepted in India.
- The Group operates only in one business segment i.e. Services for distributions and sale of financial products within India, hence does not have any reportable segment as per Indian Accounting Standard 108 "operating segments"
- The Board of Directors at their meeting held on January 06, 2022 has approved an interim dividend of Rs.5 per equity share of Face Vaue Rs. 5 each. The total interim dividend amounts to Rs. 2080.81 Lakhs.



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- 6 The Company has completed Initial Public Offering (IPO) of its equity shares, through offer for sale of 1,20,00,000 equity shares by the existing selling shareholders at an offer price of Rs. 550 per share (employee discount of Rs. 25 per share for 2,50,000 shares reserved under employee category). Pursuant to the IPO, the equity shares were allotted on 09 December 2021 and listed on BSE Limited and National Stock Exchange of India Limited on 14 December 2021. Accordingly, the Unaudited consolidated Financial Results for the quarter and nine months ended December 31, 2021 are drawn up for the first time in accordance with the Listing requirements.
- 7 Pursuant to the exercise of Employee Stock Options under various Employee Stock Options Scheme, the Company has allotted Nil and 2,30,580 equity shares to the employees during the quarter ended 31st December, 2021 and period ended 31st December, 2021 respectively.
- 8 The COVID-19 pandemic and the preventative/protective actions that governments around the world have taken to counter the effects of the pandemic have resulted in an extended period of business disruption and a decrease in economic activity in several countries, including in India. The current COVID-19 pandemic has adversely affected workforces, consumer sentiment, economies and financial markets around the world and has led to uncertainty in the global economy and significant volatility in global financial markets. The Company has considered the possible effects that may result from the pandemic relating to COVID-19 in the preparation of these standalone financial statements including the recoverability of carrying amounts of financial and non-financial assets. The management does not, at this juncture, believe that the impact on the value of the Company's assets is likely to be material. In developing the assumptions relating to the possible future uncertainties because of this pandemic, the Company has, at the date of approval of these financial statements, used internal and external sources of information and economic forecasts and expects that the carrying amount of these assets will be recovered.
- 9 The figures for three months ended December 31, 2021 are arrived as balancing figures between unaudited figures for nine months ended December 31, 2021 and management represented figures for six ended September 30, 2021.
- 10 The financial results for the corresponding quarter and nine months ended December 31, 2020 and for the quarter ended September 30, 2021 have not been subject to an audit or review by the statutory auditors.
- 11 The figures for the corresponding previous periods have been regrouped / reclassified wherever necessary, to make them comparable.
- 12 The above Unaudited Financial Results of the Company are available on the Company's website [www.rathi.com/wealth](http://www.rathi.com/wealth) and also on the website of Bombay Stock Exchange i.e. [www.bseindia.com](http://www.bseindia.com), National Stock Exchange i.e. [www.nseindia.com](http://www.nseindia.com), where the shares of the Company are listed.

Date: January 06, 2022  
Place: Mumbai



For and on behalf of the Board of  
ANAND RATHI WEALTH LIMITED

  
Anand Rathi  
Chairman  
DIN : 00112853