



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: August 12, 2021

| | |
|--|--|
| 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
ENDED ON JUNE 30, 2021**

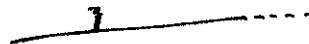
Pursuant to Regulation 33 of SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015, we hereby submitting Unaudited Financial Results (Standalone & Consolidated) for the quarter ended on June 30, 2021 as reviewed by audit committee and approved by Board of Directors in it's meeting held on August 12, 2021.

The statutory auditor has also carried out a limited review. The Limited Review Certificates of M/s Samir M. Shah & Associates, on Unaudited Financial Results (Consolidated & Standalone) for the quarter ended on June 30, 2021 are also forwarded herewith.

Thanking you,

Yours faithfully,

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

STATEMENT OF CONSOLIDATED UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED ON JUNE 30, 2021

(Rs. In Lakhs except per share data)

| Sr.No. | Particulars | Quarter Ended | | Year Ended | |
|--------|--|-----------------|-----------------------------|-----------------|------------------|
| | | 30.06.2021 | 31.03.2021 | 30.06.2020 | 31.03.2021 |
| | | Unaudited | Unaudited (Refer Note-4) | Unaudited | Audited |
| 1 | Income from operations | | | | |
| | a. Revenue from Operations | | | | |
| | i. Interest Income | 4,769.05 | 4,265.37 | 4,745.79 | 18,564.13 |
| | ii. Gain on assignment of financial assets | - | - | - | - |
| | iii. Fees and Commission income | 108.97 | 133.46 | 120.53 | 506.40 |
| | iv. Net Gain on Fair Value Changes of Assets through Profit & Loss | 54.41 | (100.74) | (2.16) | 201.45 |
| | Total revenue from Operations (a) | 4,932.43 | 4,298.09 | 4,864.16 | 19,271.98 |
| | b. Other Income | 37.19 | 40.00 | 32.97 | 231.91 |
| | Total Income (a + b) | 4,969.62 | 4,338.09 | 4,897.13 | 19,503.89 |
| 2 | Expenses | | | | |
| | a. Finance cost | 1,984.18 | 1,832.22 | 2,193.29 | 7,922.50 |
| | b. Impairment losses on financial assets | 1,133.53 | 1,101.16 | 1,024.43 | 5,459.22 |
| | c. Employees benefits expense | 940.45 | 918.19 | 829.88 | 3,556.60 |
| | d. Depreciation and amortisation expense | 20.52 | 20.17 | 20.73 | 80.98 |
| | e. Other expenses | 240.83 | 481.68 | 166.06 | 1,308.24 |
| | Total Expenses | 4,319.51 | 4,353.42 | 4,234.39 | 18,327.54 |
| 3 | Profit / (Loss) before an Exceptional and Tax (1-2) | 650.11 | (15.33) | 662.74 | 1,176.35 |
| 4 | Exceptional Items | - | - | - | - |
| 5 | Profit / (Loss) before Tax (3 - 4) | 650.11 | (15.33) | 662.74 | 1,176.35 |
| 6 | Tax Expense (net) | | | | |
| | - Current tax | 253.60 | 65.40 | 408.90 | 1,089.70 |
| | - Short / (excess) Provision of Income Tax of earlier years | - | 6.36 | - | 6.36 |
| | - Deferred tax liability / (asset) | 39.26 | (174.09) | (277.03) | (981.31) |
| | Net Tax Expenses | 292.86 | (102.33) | 131.87 | 114.75 |
| 7 | Profit for the period / year from continuing operations (5-6) | 357.25 | 87.00 | 530.87 | 1,061.60 |
| 8 | Profit / (loss) from discontinued operations | - | - | - | - |
| 9 | Tax expense of discontinued operations | - | - | - | - |
| 10 | Profit / (loss) from discontinued operations (after tax) (8-9) | - | - | - | - |
| 11 | Profit for the period / year (7+10) | 357.25 | 87.00 | 530.87 | 1,061.60 |
| 12 | Other comprehensive income / (loss) | | | | |
| | (a) (i) Items that will not be reclassified to profit and loss | | | | |
| | - Remeasurement of Defined Benefit Obligations | 5.40 | 30.37 | (2.92) | 21.62 |
| | (ii) Income tax relating to items that will not be reclassified to profit and loss | (1.36) | (7.64) | 0.73 | (5.44) |
| | Sub Total (a) | 4.04 | 22.73 | (2.19) | 16.18 |
| | (b) (i) Items that will be reclassified to profit and loss | | | | |
| | - Fair valuation gain / (loss) on financial instruments measured at FVOCI | (116.00) | 185.95 | (6.81) | 468.05 |
| | (ii) Income tax relating to items that will be reclassified to profit and loss | 29.19 | (46.80) | 1.71 | (117.80) |
| | Sub Total (b) | (86.81) | 139.15 | (5.10) | 350.25 |
| | Net Other comprehensive income / (loss) (a)+(b) | (82.77) | 161.88 | (7.29) | 366.43 |
| 13 | Total Comprehensive Income | 274.48 | 248.88 | 523.58 | 1,428.03 |
| | Paid up Equity Share capital (face value of Rs. 10/-) | 848.84 | 848.76 | 845.09 | 848.84 |
| 14 | Earnings per share (of Rs. 10/- Each) (Not Annualised) | | | | |
| | (a) Basic EPS | 4.21 | 1.02 | 6.28 | 12.53 |
| | (b) Diluted EPS | 4.21 | 1.02 | 6.26 | 12.53 |



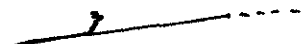
Notes

| | |
|---|---|
| 1 | The unaudited consolidated financial results of the Company and its subsidiary (collectively referred to as the 'Group') have been prepared in accordance with Indian Accounting Standards ('Ind AS') prescribed under section 133 of the Companies Act 2013 [the 'Act'] read with the Companies (Indian Accounting Standards) Rules, 2015, as amended. |
| 2 | The unaudited consolidated financial results for the quarter ended June 30, 2021 have been reviewed by the Audit Committee and subsequently approved by the Board of Directors of the Holding Company at its meeting held on August 12, 2021. |
| 3 | <p>The financial results, includes the potential impact of the COVID-19 pandemic on the Group's financial results which are dependent on future developments, which are highly uncertain, including, among other things, any new information concerning the severity of COVID-19 pandemic and any action to contain its further spread or mitigate its impact whether Government mandated or elected by the Group and its subsequent impact on the recoverability's on the Group's assets. The Group has, based on current available information determined the provision for impairment of financial assets including the additional overlay for uncertainty over the potential macro-economic impact of the pandemic.</p> <p>Based on the current indicators of future economic conditions, the Group considers this provision to be adequate and expects to recover the carrying amount of these financial assets. Given the uncertainty over the potential macro-economic condition, the impact of the global health pandemic may be different from that estimated as at the date of approval of these financial results and the Group will continue to closely monitor any material changes to future economic conditions.</p> |
| 4 | Figures for the quarter ended March 31, 2021 are the balancing figures between the audited figures for the financial year ended March 31, 2021 and unaudited published year to date figures upto December 31, 2020. |
| 5 | Figures of previous reporting periods have been regrouped/ reclassified wherever necessary to correspond with the figures of the current reporting period. |
| 6 | The Group operates in a single business segment i.e. financing, since the nature of the loans are exposed to similar risk and return profiles hence they are collectively operating under a single segment for the purpose of Ind AS 108 on 'Operating Segments'. The Group operates in a single geographical segment i.e. domestic. |

For and on behalf of the Board,
ARMAN FINANCIAL SERVICES LIMITED

Date: August 12, 2021
Place: Ahmedabad




Jayendra Patel
Vice Chairman & Managing Director
DIN-00011814

**LIMITED REVIEW REPORT ON UNAUDITED QUARTERLY CONSOLIDATED FINANCIAL RESULTS OF
ARMAN FINANCIAL SERVICES LIMITED UNDER REGULATION 33 OF THE SEBI (LISTING OBLIGATIONS
AND DISCLOSURE REQUIREMENTS) REGULATIONS, 2015**

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 ended June 30, 2021 (the "Statement") being submitted by the Parent pursuant to the requirement of Regulation 33 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 |



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 7 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 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.
6. We draw attention to Note 3 to the consolidated financial results in which the Group describes the continuing uncertainties arising from the COVID 19 pandemic.

Our conclusion on the Statement is not modified in respect of this matter.

7. We did not review the interim financial information/financial results of one subsidiary included in the Statement, whose interim financial information/financial results reflects total income of Rs. 3649.67 lakhs for the quarter ended June 30, 2021, total net profit after tax of Rs. 220.51 lakhs for the quarter ended June 30, 2021 and total comprehensive income of Rs. (-) 52.21 lakhs for the quarter ended June 30, 2021. These interim financial information/ financial results have been reviewed by the 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 this matter.

Place: Ahmedabad
Date: 12/08/2021

For, Samir M Shah & Associates
Chartered Accountants,
[Firm Regd. No. 122377W]

Samir S

(Samir M. Shah)
Partner

[M. No. 111052]

[UDIN : 21111052AAAAUA1988]



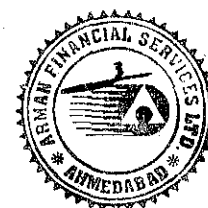


ARMAN FINANCIAL SERVICES LIMITED

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 UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED ON JUNE 30, 2021

(Rs. In Lakhs except per share data)

| Sr.No. | Particulars | Quarter Ended | | Year Ended | |
|-----------|--|-----------------|-----------------------------|-----------------|-----------------|
| | | 30.06.2021 | 31.03.2021 | 30.06.2020 | 31.03.2021 |
| | | Unaudited | Unaudited (Refer Note-4) | Unaudited | Audited |
| 1 | Income from operations | | | | |
| | a. Revenue from Operations | | | | |
| | i. Interest Income | 1,348.61 | 1,312.57 | 1,617.88 | 6,033.51 |
| | ii. Gain on Assignment of Financial Assets | - | - | - | - |
| | iii. Fees and Commission Income | 10.10 | 1.31 | - | 1.31 |
| | iv. Net Gain on Fair Value Changes of Assets through Profit & Loss | 1.64 | (7.25) | - | - |
| | Total revenue from Operations (a) | 1,360.35 | 1,306.63 | 1,617.88 | 6,034.82 |
| | b. Other Income | 86.51 | 82.22 | 65.73 | 319.95 |
| | Total Income (a + b) | 1,446.86 | 1,388.85 | 1,683.61 | 6,354.77 |
| 2 | Expenses | | | | |
| | a. Finance cost | 411.65 | 491.66 | 531.30 | 1,997.74 |
| | b. Impairment on Financial Assets | 377.60 | 332.56 | 447.14 | 1,791.98 |
| | c. Employees benefits expense | 272.58 | 317.39 | 257.41 | 1,166.34 |
| | d. Depreciation and amortisation expense | 2.59 | 2.36 | 2.71 | 10.12 |
| | e. Other expenses | 82.32 | 225.27 | 48.46 | 449.11 |
| | Total Expenses | 1,146.74 | 1,369.25 | 1,287.02 | 5,415.29 |
| 3 | Profit / (Loss) before an Exceptional and Tax (1-2) | 300.12 | 19.61 | 396.59 | 939.48 |
| 4 | Exceptional Items | - | - | - | - |
| 5 | Profit / (Loss) before Tax (3 - 4) | 300.12 | 19.61 | 396.59 | 939.48 |
| 6 | Tax Expense (net) | | | | |
| | - Current tax | 88.50 | 29.40 | 199.00 | 525.70 |
| | - Short / (excess) Provision of Income Tax of earlier years | - | 6.36 | - | 6.36 |
| | - Deferred tax liability / (asset) | 3.53 | (65.29) | (127.92) | (392.31) |
| | Net Tax Expenses | 92.03 | (29.53) | 71.08 | 139.75 |
| 7 | Profit for the period / year from continuing operations (5-6) | 208.09 | 49.14 | 325.51 | 799.73 |
| 8 | Profit / (loss) from discontinued operations | - | - | - | - |
| 9 | Tax expense of discontinued operations | - | - | - | - |
| 10 | Profit / (loss) from discontinued operations (after tax) (8-9) | - | - | - | - |
| 11 | Profit for the period / year (7+10) | 208.09 | 49.14 | 325.51 | 799.73 |
| 12 | Other comprehensive income / (loss) | | | | |
| | (a) (i) Items that will not be reclassified to profit and loss | | | | |
| | - Remeasurement of Defined Benefit Obligations | 1.82 | 10.93 | (1.22) | 7.27 |
| | (ii) Income tax relating to Items that will not be reclassified to profit and loss | (0.46) | (2.75) | 0.31 | (1.83) |
| | Sub Total (a) | 1.36 | 8.18 | (0.91) | 5.44 |
| | (b) (i) Items that will be reclassified to profit and loss | | | | |
| | - Fair valuation gain / (loss) on financial instruments measured at FVOCI | (42.64) | 281.41 | (6.75) | 232.37 |
| | (ii) Income tax relating to Items that will be reclassified to profit and loss | 10.73 | (70.82) | 1.70 | (58.48) |
| | Sub Total (b) | (31.91) | 210.59 | (5.05) | 173.89 |
| | Net Other comprehensive income / (loss) (a)+(b) | (30.55) | 218.76 | (5.96) | 179.34 |
| 13 | Total Comprehensive Income | 177.54 | 267.90 | 319.55 | 979.07 |
| | Paid up Equity Share capital (face value of Rs. 10/-) | 848.84 | 848.84 | 845.09 | 848.84 |
| 14 | Earnings per share (of Rs. 10/- Each) (Not Annualised) | | | | |
| | (a) Basic EPS | 2.45 | 0.58 | 3.85 | 9.44 |
| | (b) Diluted EPS | 2.45 | 0.58 | 3.84 | 9.44 |



Notes

| | |
|---|---|
| 1 | The unaudited standalone financial results of the Company have been prepared in accordance with Indian Accounting Standards ('Ind AS') prescribed under section 133 of the Companies Act 2013 [the 'Act'] read with the Companies (Indian Accounting Standards) Rules, 2015, as amended. |
| 2 | The unaudited standalone financial results for the quarter ended June 30, 2021 have been reviewed by the Audit Committee and subsequently approved by the Board of Directors of the Company at its meeting held on August 12, 2021. |
| 3 | <p>The financial results, includes the potential impact of the COVID-19 pandemic on the Company's financial results which are dependent on future developments, which are highly uncertain, including, among other things, any new information concerning the severity of COVID-19 pandemic and any action to contain its further spread or mitigate its impact whether Government mandated or elected by the Company and its subsequent impact on the recoverability's on the Company's assets. The Company has, based on current available information determined the provision for impairment of financial assets including the additional overlay for uncertainty over the potential macro-economic impact of the pandemic.</p> <p>Based on the current indicators of future economic conditions, the Company considers this provision to be adequate and expects to recover the carrying amount of these financial assets. Given the uncertainty over the potential macro-economic condition, the impact of the global health pandemic may be different from that estimated as at the date of approval of these financial results and the Company will continue to closely monitor any material changes to future economic conditions.</p> |
| 4 | Figures for the quarter ended March 31, 2021 are the balancing figures between the audited figures for the financial year ended March 31, 2021 and unaudited published year to date figures upto December 31, 2020. |
| 5 | Figures of previous reporting periods have been regrouped/ reclassified wherever necessary to correspond with the figures of the current reporting period. |
| 6 | The Company operates in a single business segment i.e. financing, since the nature of the loans are exposed to similar risk and return profiles hence they are collectively operating under a single segment for the purpose of Ind AS 108 on 'Operating Segments'. The Company operates in a single geographical segment i.e. domestic. |

For and on behalf of the Board,
ARMAN FINANCIAL SERVICES LIMITED

Date: August 12, 2021
Place: Ahmedabad



Jayendra Patel
Vice Chairman & Managing Director
DIN-00011814

**LIMITED REVIEW REPORT ON UNAUDITED QUARTERLY STANDALONE FINANCIAL RESULTS OF
ARMAN FINANCIAL SERVICES LIMITED UNDER REGULATION 33 OF THE SEBI (LISTING OBLIGATIONS
AND DISCLOSURE REQUIREMENTS) REGULATIONS, 2015**

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 ended June 30, 2021 (the "Statement"), being submitted by the Company pursuant to the requirement of Regulation 33 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 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 Standard and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 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.

5. We draw attention to Note 3 to the standalone financial results in which the Company describes the uncertainties arising from the COVID 19 pandemic.

Our conclusion on the Statement is not modified in respect of this matter.

Place: Ahmedabad
Date: 12/08/2021

For, Samir M Shah & Associates
Chartered Accountants,
[Firm Regd. No. 122377W]

Samir M. Shah

(Samir M. Shah)
Partner

[M. No. 111052]

[UDIN : 21111052AAAATZ4090]

