



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 FAX : +91-79- 27543666 e-mail : finance@armanindia.com Website : www.armanindia.com

Date: December 12, 2019

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: OUTCOME OF THE BOARD MEETING

The Board of Directors of the Company in its Meeting held on December 12, 2019 has inter alia:

1. Approved the unaudited (standalone & consolidated) financial results of the Company for the quarter / half year ended on September 30, 2019 along with Limited Review Report issued by the statutory auditors of the Company;
2. Allotted 7,82,908 ordinary equity shares of Rs. 10/- each to the holder of 12,04,474 class 'A' ordinary equity shares (unlisted- DVRs) pursuant to scheme of arrangement approved by National Company Law Tribunal.

Above shares allotted, shall rank pari passu with the existing equity shares of the Company in all respects. Upon the allotment of these 7,82,908 equity shares, the paid-up capital of the Company has increased to Rs. 8,45,01,440/- divided into 84,50,144/- equity shares of face value of Rs.10/- each.

3. Approved the fund raising option through one or more Qualified Institutions Placement of equity shares, compulsory convertible debentures / other convertible securities / warrants or a combination thereof for an aggregate amount of Rs. 125 cr. subject to the approval of shareholders and/or other regulatory / statutory approvals.

The Meeting commenced at 01.00 p.m. and concluded at 2:15 p.m.

Thanking you,

Yours faithfully,
For, Arman Financial Services Limited

3
Jayendra Patel
Vice Chairman & Managing Director
(DIN: 00011814)





ARMAN FINANCIAL SERVICES LIMITED

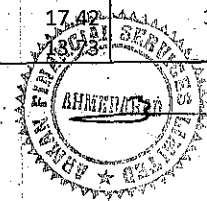
Reg. off: 502-503, SAKAR III, OPP. OLD HIGH COURT, AHMEDABAD-380014

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

STATEMENT OF CONSOLIDATED UNAUDITED FINANCIAL RESULTS FOR THE QUARTER /HALF YEAR ENDED 30TH SEPTEMBER, 2019

(Rs. In Lacs except per share data)

Sr.No.	Particulars	Quarter Ended			Half Year Ended	
		30.09.2019	30.06.2019	30.09.2018	30.09.2019	30.09.2018
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited
1	Income from operations					
	a. Revenue from Operations					
	i. Interest Income	5,181.08	4,581.99	3,131.10	9,763.07	5,852.66
	ii. Fees and Commission Income	140.81	130.98	74.24	271.79	171.44
	iii. Net Gain on Fair Value Changes of Investment Marked To Market	-58.45	42.08	-22.38	-16.37	6.65
	iv. Others	38.35	23.23	1.07	61.58	5.26
	Total revenue from Operations	5,301.79	4,778.29	3,184.03	10,080.08	6,036.01
	b. Other Income	134.73	41.24	6.32	175.97	6.32
	Total Income	5,436.52	4,819.53	3,190.34	10,256.05	6,042.33
2	Expenses					
	a. Finance cost	2,211.12	1,824.94	1,243.66	4,036.06	2,386.71
	b. Fees and commission expenses	58.71	46.67	26.88	105.38	51.98
	c. Impairment losses on financial assets	223.16	148.05	104.40	371.21	216.09
	d. Employees benefits expense	880.70	800.63	601.69	1,681.32	1,156.37
	e. Depreciation and amortisation expense	22.47	15.85	13.14	38.32	24.98
	f. Other expenses	388.63	365.09	220.93	753.72	506.05
	Total Expenses	3,784.79	3,201.22	2,210.69	6,986.01	4,342.18
3	Profit / (Loss) before an Exceptional and Tax (1-2)	1,651.73	1,618.31	979.65	3,270.04	1,700.15
4	Exceptional Items	-	-	-	-	-
5	Profit / (Loss) before Tax (3 - 4)	1,651.73	1,618.31	979.65	3,270.04	1,700.15
6	Tax Expense (net)					
	- Current tax	377.67	448.78	236.71	826.45	407.55
	- Deferred tax liability / (asset)	69.88	-41.52	47.09	28.36	87.90
	Net Tax Expenses	447.55	407.26	283.80	854.81	495.45
7	Profit for the period / year from continuing operations (5-6)	1,204.17	1,211.05	695.85	2,415.23	1,204.70
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)	1,204.17	1,211.05	695.85	2,415.23	1,204.70
12	Other comprehensive income / (loss)					
	(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	-1.69	-1.68	-1.94	-3.37	-3.88
	(ii) Income tax relating to items that will not be reclassified to profit and loss	0.37	0.49	0.50	0.86	1.07
	Sub Total (a)	-1.32	-1.19	-1.44	-2.51	-2.81
	(b) (i) Items that will be reclassified to profit and loss					
	- Fair Value changes on Advances	66.63	-71.18	-58.38	-4.55	-13.16
	(ii) Income tax relating to items that will not be reclassified to profit and loss	-19.57	20.73	15.58	1.16	4.06
	Sub Total (b)	47.07	-50.45	-42.79	-3.38	-9.10
	Net Other comprehensive income / (loss) (a)+(b)	45.75	-51.64	-44.23	-5.89	-11.91
13	Total Comprehensive Income	1,249.93	1,159.41	651.62	2,409.34	1,192.79
	Paid up Equity Share capital (face value of Rs. 10/-)	698.13	695.23	695.23	698.13	695.23
14	Earnings per share (in Rs.)					
	(a) Basic EPS	17.31	17.42	10.05	34.72	17.40
	(b) Diluted EPS	13.89	13.93	8.14	27.65	14.16



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']. The Group has adopted Ind AS from 1 April 2019 with effective transition date of 1 April 2018 and accordingly, these financial results together with the results for the comparative reporting period have been prepared in accordance with the recognition and measurement principles as laid down in Ind AS 34 - Interim Financial Reporting, prescribed under section 133 of the Act and the other accounting principles generally accepted in India.

This transition to Ind AS has been carried out from the erstwhile Accounting Standards notified under the Act, read with rule 7 of Companies (Accounts) Rules 2014 (as amended), guidelines issued by Reserve Bank of India ('RBI') and other generally accepted accounting principles in India (collectively referred to as the 'Previous GMP'). Accordingly, the impact of transition has been recorded in the opening reserves as at 1 April 2018 and the corresponding adjustments pertaining to comparative previous quarter as presented in these financial results have been restated / reclassified in order to conform to current period presentation.

These unaudited consolidated financial results have been drawn up on the basis of Ind AS that are applicable to the Group as at effective from April 1, 2019 based on the Press Release issued by the Ministry of Corporate Affairs ('MCA') on 18 January 2016. Any application guidance / clarifications directions issued by RBI or other regulators are implemented as and when they are issued / applicable.

- 2 In compliance with Regulation 33 of the Securities Exchange Board of India (the 'SEBI') (Listing Obligations and Disclosure Requirements) Regulations, 2015, a limited review of the financial results for the quarter / half year ended 30 September 2019 has been carried out by the Statutory Auditors.

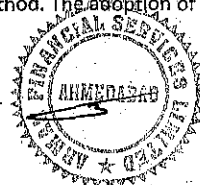
As permitted under circular no. CIR/CFD/FAC/62/2016 dated 5 July 2016 issued by the SEBI, the Group has opted to avail exemption for submission of Ind AS compliant financial results for the quarter ended 31 March 2019 and previous year ended 31 March 2019. Further, the Consolidated financial results for the quarter & half year ended 30 September 2018 have not been subjected to a limited review or audit. However, management has exercised necessary due diligence to ensure that the financial results for the quarter & half year ended 30 September 2018 provide a true and fair view of the Group's affairs.

- 3 As required by Ind AS 101, the profit reconciliation between the figures previously reported under Previous GMP and restated as per Ind AS is as under:

Tax Effects on Above Adjustments	Quarter Ended	Half Year Ended
	30.09.2018	30.09.2018
Profit after tax as reported under previous GAAP	540.74	1,001.50
Adjustments resulting in increase/(decrease) in profit after tax as reported under Previous GAAP		
i) Impact on On recognition of financial liabilities at amortised cost by application of Effective Interest Rate method	72.20	50.79
ii) Impact on On recognition of other financial Assets at amortised cost by application of Effective Interest Rate method	-80.72	-94.02
iii) Impact on recognition of ECL on Advances	119.30	130.38
iv) Impact on Employee stock options at Fair Value Method	-14.00	6.62
v) Fair value Impact of Compulsory Convertible Debentures	101.56	186.72
vi) Impact due to fair valuation of Financial Guarantee		
vii) Remeasurement of Defined Benefit Obligations	3.88	3.88
viii) Tax Effects on Above Adjustments	-47.10	-81.15
Profit after tax as reported under Ind AS (A)	695.85	1,204.71
Other Comprehensive Income / (loss) (net of tax)		
i) Fair Value change on Advances	-58.38	-13.16
ii) Tax Effects on Above Adjustments	15.58	4.06
iii) Remeasurement of Defined Benefit Obligations	-1.94	-3.88
iv) Tax Effects on Above Adjustments	0.50	1.07
Total Other Comprehensive Income / (loss) (net of tax) (B)	-44.23	-11.91
Total Comprehensive Income as reported under Ind AS (A+B)	651.62	1,192.79

- 4 The unaudited Consolidated financial results for the quarter / half year ended 30 September 2019 along with restated comparative period have been reviewed by the Audit Committee and subsequently approved by the Board of Directors of the Company at its meeting held on 12th December 2019.

- 5 The Group has adopted Ind AS 116 "Leases" effective April 01, 2019, as notified by the Ministry of Corporate Affairs (MCA) in the Companies (Indian Accounting Standard) Amendment Rules, 2019 using modified retrospective method. The adoption of this standard did not have any material impact on the profit of the current quarter.



- 6 The Group's business activity falls within a single business segment i.e. Non Banking Services hence there is no separate reportable segment as per Ind AS 108 on 'Operating Segments' in respect of the Company.
- 7 Figures of previous reporting periods have been regrouped/ reclassified wherever necessary to correspond with the figures of the current reporting period.

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

Date: 12.12.2019
Place: Ahmedabad



Jayendra Patel
Vice Chairman & Managing Director
DIN-00011814



ARMAN FINANCIAL SERVICES LIMITED

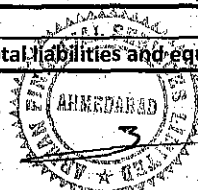
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CONSOLIDATED BALANCE SHEET AS ON 30TH SEPTEMBER, 2019

Sr No	Particulars	(Amount in Lakhs) As on 30.09.2019 (Unaudited)
	ASSETS	
(1)	Financial Assets	
(a)	Cash and cash equivalents	7,458.95
(b)	Bank balance other than cash and cash equivalents	3,459.24
(c)	Receivables	-
(i)	Trade Receivables	901.86
(d)	Loans	74,954.03
(e)	Investments	315.17
(f)	Other Financial assets	71.18
	Total financial assets	87,160.42
(2)	Non-financial Assets	
(a)	Current tax assets (Net)	-
(b)	Deferred tax Assets (Net)	164.69
(c)	Property, Plant and Equipment	373.87
(d)	Other Intangible assets	21.68
(e)	Right To Use Asset	81.33
(f)	Other non-financial assets	5.57
	Total non-financial assets	647.14
	Total assets	87,807.56
	LIABILITIES AND EQUITY	
	LIABILITIES	
(1)	Financial Liabilities	
(a)	(i) 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	404.62
(b)	Debt Securities	9,193.62
(c)	Subordinated Debt	1,500.00
(d)	Borrowings (Other than Debt Securities)	59,095.34
(e)	Other financial liabilities(to be specified)	1,543.46
	Total financial liabilities	71,737.05
(2)	Non-Financial Liabilities	
(a)	Current tax liabilities (Net)	305.50
(b)	Provisions	1,023.83
(c)	Other non-financial liabilities(to be specified)	97.52
	Total non-financial liabilities	1,426.86
(3)	EQUITY	
(a)	Equity Share capital	698.13
(b)	Other Equity	13,945.52
	Total equity	14,643.65
	Total liabilities and equity	87,807.56



Consolidated Cash Flow Statement for the half year ended on September 30, 2019

(Amount in Lakhs)

PARTICULARS	For the Half year ended on 30-09-2019	
Cash from Operating Activities:		
Net profit before taxation		3,270.04
Adjustment For:		
Depreciation and amortisation	38.32	
Interest Income	-9,763.07	
Finance cost	4,141.44	
Provision for impairment on financial assets	174.95	
Loss assets written off (net)	196.26	
(Profit) / loss on sale of property, plant and equipment	-	
Loss / (Profit) on sale of Current Investment	-175.97	
Net gain on equity instruments measured through profit and loss	16.37	
Remeasurement of define benefit plan	-3.37	
Employee Stock Option Plan Expense	14.07	
Interest on shortfall of advance Tax	-	
		-5,361.01
Operating profit before working Capital changes :		-2,090.98
Adjustment For Increase/(Decrease) in operating Assets:		
Loans and Advances	-7,360.74	
Trade Receivables	-461.50	
Other Financial & Non Financial Assets	20.64	
Bank balance other than Cash and Cash equivalents	-456.18	
Adjustment For Increase/(Decrease) in operating Liabilities:		
Trade Payables	151.27	
Provision	4.70	
Other Non Financial liability	-38.43	
Other Financial Liabilities	173.49	
		-7,966.76
Cash Generated From Operations		-10,057.74
Interest Received	9,787.42	
Finance Cost Paid	-4,171.27	
Income tax paid (Net)	-814.50	
		4,801.65
Net Cash From Operating Activities:		-5,256.09
Cash Flow From Investment Activities:		
Purchase of Property, Plant & Equipment	-75.56	
Purchase of investments	-26,840.00	
Proceeds from redemption of investments	27,016.07	



Sale of Property, Plant & Equipment		
Net Cash from Investment Activities:		100.50
Cash Flow From Financing Activities :		
Proceeds from issue of share capital	14.50	
Proceeds from debt securities and borrowings	24,490.47	
Repayment of Borrowings	-15,481.51	
Net increase / (decrease) in working capital borrowings	-236.85	
Payment of lease installments	-4.86	
Dividend paid	-18.10	
Finance Cost	-	
Net Cash from Financing Activities:		8,763.64
Net Increase in Cash & Cash Equivalents (A+B+C)		3,608.06
Cash & cash equivalents at the beginning		3,850.88
Cash & cash equivalents at the end		7,458.95



SAMIR M. SHAH & ASSOCIATES

Chartered Accountants

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Satellite Road, Ahmedabad – 380 015.

Corporate Office: - "Heaven", 8, Western Park Society, Nr. Inductotherm,
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Phone : +7622012032

E-mail : samir@smshah.co.in

Limited Review Report on unaudited quarterly consolidated financial results and year-to-date results of Arman Financial Services Limited pursuant to the Regulation 33 of the SEBI (Listing Obligation and Disclosure Requirement) Regulations, 2015.

To
Board of Directors of
Arman Financial Services Limited
Ahmedabad

1. We have reviewed the accompanying Statement of unaudited **consolidated** financial results of **Arman Financial Services Limited** ("the Parent") and its one subsidiary (the Parent and its subsidiary together referred to as "the Group") for the quarter ended September 30, 2019 and Year-to-Date Results for the period from April 01, 2019 to September 30, 2019 ("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').
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 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. 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. 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.
4. We also performed procedures in accordance with the circular issued by the SEBI under Regulation 33 (B) of the Listing Regulations, to the extent applicable. The Statement includes the results of the following entity:
 - 1) Namra Finance Limited - Wholly Owned Subsidiary
5. Based on our review conducted and procedures performed as stated in paragraph 3, 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 Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.



6. The Statement includes the interim financial information of one subsidiary which has not been reviewed by us. Whose interim financial information reflects total assets of Rs. 66909.93 Lacs as at September 30, 2019 and total revenue of Rs. 6991.74 Lacs, total net profit after tax of Rs. 1437.78 Lacs for the for the period from April 1, 2019 to September 30, 2019, respectively, and Net increase in cash flows of Rs. 3790.49 Lacs for the period from April 1, 2019 to September 30, 2019, as considered in the Statement. This interim financial statements / financial information / financial results have been reviewed by other auditors whose report has 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 this subsidiary is based solely on the report 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.

PLACE: AHMEDABAD

FOR, SAMIR M. SHAH & ASSOCIATES
CHARTERED ACCOUNTANTS
FIRM REG. No.: 122377W

Sneha Jethani



SNEHA JETHANI
(PARTNER)

DATE: 12th December, 2019

MEMBERSHIP No.: 160932
UDIN : 19160932AAACT5205



ARMAN FINANCIAL SERVICES LIMITED

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STATEMENT OF STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER / HALF YEAR ENDED 30TH SEPTEMBER, 2019

(Rs. In Lacs except per share data)

Sr.No.	Particulars	Quarter Ended			Half Year Ended	
		30.09.2019	30.06.2019	30.09.2018	30.09.2019	30.09.2018
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited
1	Income from operations					
	a. Revenue from Operations					
	i. Interest Income	1,674.67	1,561.94	1,094.05	3,236.61	2,005.78
	ii. Others	38.35	23.23	1.07	61.58	5.26
	Total revenue from Operations	1,713.02	1,585.17	1,095.12	3,298.19	2,011.04
	b. Other Income	65.02	31.40	44.43	96.42	79.25
	Total Income	1,778.04	1,616.57	1,139.55	3,394.61	2,090.29
2	Expenses					
	a. Finance cost	531.76	470.79	307.91	1,002.55	579.40
	b. Fees and commission expenses	16.92	15.72	6.92	32.64	11.35
	c. Impairment losses on financial assets	48.32	62.48	82.03	110.80	142.11
	d. Employees benefits expense	320.25	301.04	217.68	621.28	415.97
	e. Depreciation and amortisation expense	2.91	2.49	3.77	5.40	7.19
	f. Other expenses	102.02	125.83	60.91	227.84	193.82
	Total Expenses	1,022.17	978.34	679.22	2,000.51	1,349.83
3	Profit / (Loss) before an Exceptional and Tax (1-2)	755.87	638.23	460.33	1,394.10	740.46
4	Exceptional Items	-	-	-	-	-
5	Profit / (Loss) before Tax (3 - 4)	755.87	638.23	460.33	1,394.10	740.46
6	Tax Expense (net)					
	- Current tax	136.41	160.13	81.66	296.54	127.78
	- Deferred tax liability / (asset)	77.87	(45.26)	32.21	32.61	65.50
	Net Tax Expenses	214.28	114.87	113.87	329.15	193.28
7	Profit for the period / year from continuing operations (5-6)	541.59	523.36	346.47	1,064.95	547.18
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)	541.59	523.36	346.47	1,064.95	547.18
12	Other comprehensive income / (loss)					
	(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	(1.02)	(1.02)	(2.41)	(2.04)	(4.81)
	(ii) Income tax relating to items that will not be reclassified to profit and loss	0.23	0.30	0.64	0.52	1.34
	Sub Total (a)	-0.80	-0.72	-1.77	-1.52	-3.47
	(b) (i) Items that will be reclassified to profit and loss					
	- Fair Value changes on Advances	(54.75)	33.35	(0.25)	(21.40)	17.64
	(ii) Income tax relating to items that will not be reclassified to profit and loss	15.19	(9.71)	(0.50)	5.48	(4.91)
	Sub Total (b)	-39.55	23.64	-0.74	-15.91	12.73
	Net Other comprehensive income / (loss) (a)+(b)	-40.35	22.92	-2.51	-17.43	9.26
13	Total Comprehensive Income	501.24	546.28	343.96	1,047.51	556.44
	Paid up Equity Share capital (face value of Rs. 10/-)	698.13	695.23	695.23	698.13	695.23
14	Earnings per share (in Rs.)					
	(a) Basic EPS	7.79	7.53	5.00	15.31	7.90
	(b) Diluted EPS	6.43	6.00		12.44	6.65



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']. The Company has adopted Ind AS from 1 April 2019 with effective transition date of 1 April 2018 and accordingly, these financial results together with the results for the comparative reporting period have been prepared in accordance with the recognition and measurement principles as laid down in Ind AS 34 - Interim Financial Reporting, prescribed under section 133 of the Act and the other accounting principles generally accepted in India.

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- 2 In compliance with Regulation 33 of the Securities Exchange Board of India (the 'SEBI') (Listing Obligations and Disclosure Requirements) Regulations, 2015, a limited review of the financial results for the quarter / half year ended 30 September 2019 has been carried out by the Statutory Auditors.

As permitted under circular no. CIR/CFD/FAC/62/2016 dated 5 July 2016 issued by the SEBI, the Company has opted to avail exemption for submission of Ind AS compliant financial results for the quarter ended 31 March 2019 and previous year ended 31 March 2019. Further, the standalone financial results for the quarter & half year ended 30 September 2018 have not been subjected to a limited review or audit. However, management has exercised necessary due diligence to ensure that the financial results for the quarter & half year ended 30 September 2018 provide a true and fair view of the Company's affairs.

- 3 As required by Ind AS 101, the profit reconciliation between the figures previously reported under Previous GMP and restated as per Ind AS is as under:

Tax Effects on Above Adjustments	Quarter Ended	Half Year Ended
	30.09.2018	30.09.2018
Profit after tax as reported under previous GAAP	178.83	298.20
Adjustments resulting in increase/(decrease) in profit after tax as reported under Previous GAAP		
i) Impact on On recognition of financial liabilities at amortised cost by application of Effective Interest Rate method	58.29	55.15
ii) Impact on On recognition of other financial Assets at amortised cost by application of Effective Interest Rate method	5.38	5.79
iii) Impact on recognition of ECL on Advances	(0.94)	(10.17)
iv) Impact on Employee stock options at Fair Value Method	(7.37)	(0.62)
v) Fair value impact of Compulsory Convertible Debentures	101.56	186.72
vi) Impact due to fair valuation of Financial Guarantee	38.12	72.93
vii) Remeasurement of Defined Benefit Obligations	4.81	4.81
viii) Tax Effects on Above Adjustments	(32.21)	(65.62)
Profit after tax as reported under Ind AS (A)	346.47	547.18
Other Comprehensive Income / (loss) (net of tax)		
i) Fair Value change on Advances	(0.25)	17.64
ii) Tax Effects on Above Adjustments	(0.50)	(4.91)
iii) Remeasurement of Defined Benefit Obligations	(2.41)	(4.81)
iv) Tax Effects on Above Adjustments	0.64	1.34
Total Other Comprehensive Income / (loss) (net of tax) (B)	-2.51	9.26
Total Comprehensive Income as reported under Ind AS (A+B)	343.96	556.44

- 4 The unaudited standalone financial results for the quarter / half year ended 30 September 2019 along with restated comparative period have been reviewed by the Audit Committee and subsequently approved by the Board of Directors of the Company at its meeting held on 12th December 2019.

- 5 The Company has adopted Ind AS 116 "Leases" effective April 01, 2019, as notified by the Ministry of Corporate Affairs (MCA) in the Companies (Indian Accounting Standard) Amendment Rules, 2019 using modified retrospective method. The adoption of this standard did not have any material impact on the profit of the current quarter.



6. The Company's business activity falls within a single business segment i.e. Non Banking Services hence there is no separate reportable segment as per Ind AS 108 on 'Operating Segments' in respect of the Company.
7. Figures of previous reporting periods have been regrouped/ reclassified wherever necessary to correspond with the figures of the current reporting period.

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

Date: 12.12.2019
Place: Ahmedabad



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 30TH SEPTEMBER, 2019

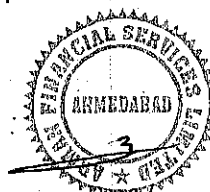
Sr No	Particulars	(Amount in Lakhs) As on 30.09.2019 (Unaudited)
	ASSETS	
(1)	Financial Assets	
(a)	Cash and cash equivalents	297.16
(b)	Bank balance other than cash and cash equivalents	712.44
(c)	Receivables	
(i)	Trade Receivables	474.68
(d)	Loans	21,792.27
(e)	Investments	6,199.48
(f)	Other Financial assets	36.22
	Total financial assets	29,512.25
(2)	Non-financial Assets	
(a)	Current tax assets (Net)	(5.17)
(b)	Deferred tax Assets (Net)	(75.41)
(c)	Property, Plant and Equipment	84.78
(d)	Other Intangible assets	1.37
(e)	Other non-financial assets	0.83
	Total non-financial assets	6.40
	Total assets	29,518.65
	LIABILITIES AND EQUITY	
	LIABILITIES	
(1)	Financial Liabilities	
(a)	(i) 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	-
(b)	Debt Securities	3,429.46
(c)	Subordinated Debt	500.00
(d)	Borrowings (Other than Debt Securities)	14,190.64
(e)	Other financial liabilities(to be specified)	483.11
	Total financial liabilities	18,603.20
(2)	Non-Financial Liabilities	
(a)	Current tax liabilities (Net)	-
(b)	Provisions	342.75
(c)	Other non-financial liabilities(to be specified)	29.35
	Total non-financial liabilities	372.10
(3)	EQUITY	
(a)	Equity Share capital	698.13
(b)	Other Equity	9,845.23
	Total equity	10,543.36
	Total liabilities and equity	29,518.65



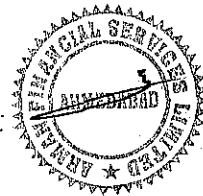
Standalone Cash Flow Statement for the half year ended on September 30, 2019

(Amount in Lakhs)

PARTICULARS	For the Half year ended on 30-09-2019	
Cash from Operating Activities:		
Net profit before taxation		1,394.10
Adjustment For:		
Depreciation and amortisation	5.40	
Interest Income	(3,236.61)	
Finance cost	1,035.19	
Provision for impairment on financial assets	40.72	
Loss assets written off (net)	70.08	
(Profit) / loss on sale of property, plant and equipment	-	
Remeasurement of define benefit plan	(2.04)	
Employee Stock Option Plan Expense	10.17	
Interest on shortfall of advance Tax	-	
Financial Gaurantee Income	(96.42)	
		(2,173.52)
Operating profit before working Capital changes :		(779.42)
Adjustment For Increase/(Decrease) in Operating Assets:		
Loans and Advances	(1,956.88)	
Trade Receivables	(230.44)	
Non Financial Assets	7.78	
Bank balance other than Cash and Cash equivalents	8.57	
Adjustment For Increase/(Decrease) in Operating Liabilities:		
Other Non Financial liability	(45.44)	
Other Financial Liabilities	(38.42)	
Provision	2.24	
		(2,252.59)
Cash Generated From Operations		(3,032.00)
Interest Income Received	3,250.65	
Finance Cost Paid	(965.40)	
Income tax paid	(243.97)	
		2,041.28
Net Cash From Operating Activities:		(990.72)
Cash Flow From investment Activities:		
Purchase of Property, Plant & Equipment	(12.29)	
Purchase of Current investments	(990.00)	
Sale of Property, Plant & Equipment		



Net Cash from Investment Activities:		(1,002.29)
Cash Flow From Financing Activities :		
Proceeds from issue of share capital	14.50	
Dividend paid	(18.10)	
Proceeds from long term borrowings	1,805.26	
Net increase / (decrease) in working capital borrowings	2,634.39	
Repayment of borrowings	(2,625.48)	
Interest paid		
Net Cash from Financing Activities:		1,810.57
Net Increase in Cash & Cash Equivalents		(182.43)
Cash & cash equivalents at the beginning		479.60
Cash & cash equivalents at the end		297.16



SAMIR M. SHAH & ASSOCIATES

Chartered Accountants

Admin Office :- B-516, Gopal Palace, Nr. Shiromani Flats, Opp. Ocean Park,
Satellite Road, Ahmedabad – 380 015.

Corporate Office: - "Heaven", 8, Western Park Society, Nr. Inductotherm,
Bopal, Ahmedabad – 380058

Phone : +7622012032

E-mail : samir@smshah.co.in

Limited Review Report on unaudited quarterly standalone financial results and year-to-date results of Arman Financial Services Limited pursuant to the Regulation 33 of the SEBI (Listing Obligation and Disclosure Requirement) Regulations, 2015.

To

Board of Directors of

Arman Financial Services Limited

Ahmedabad

1. We have reviewed the accompanying statement of unaudited **standalone** financial results of **Arman Financial Services Limited** ("the Company") having its Registered Office at 502-503, Sakar III, Opp. Old High Court, Ahmedabad-380014 for the quarter ended September 30, 2019 and year to date from April 01, 2019 to September 30, 2019 (the 'Statement') attached herewith, being submitted by the Company pursuant to the requirements 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 Company'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 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 financial statements are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provide 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 above Paragraph, 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 ('Ind AS') specified under section 133 of the Companies Act, 2013 as amended read with relevant rules issued thereunder and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Listing Regulations including the manner in which it is to be disclosed, or that it contains any material misstatement.

PLACE: AHMEDABAD

DATE: 12th December, 2019

FOR, SAMIR M. SHAH & ASSOCIATES
CHARTERED ACCOUNTANTS
FIRM REG. No.: 122377W

Sneha Jethani

SNEHA JETHANI
(PARTNER)

MEMBERSHIP No.: 160932
UDIN : 19160932AAAACU9484

