

Independent Auditor's Review Report on the Quarterly and Year to Date Unaudited Standalone Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

**Review Report to
The Board of Directors
Emkay Global Financial Services Limited**

1. We have reviewed the accompanying statement of unaudited standalone financial results of Emkay Global Financial Services Limited (the "Company") for the quarter ended September 30, 2023 and year to date from April 01, 2023 to September 30, 2023 (the "Statement") attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations").
2. The Company's Management is responsible for the preparation of the Statement in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, (Ind AS 34) "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. The Statement has been approved by the Company's Board of Directors. 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. 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 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. Based on our review conducted as 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 ('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 the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For S.R. BATLIBOI & Co. LLP
Chartered Accountants
ICAI Firm registration number: 301003E/E300005

per Viren H. Mehta
Partner
Membership No.: 048749

UDIN: 23048749BGVGNP7183

Place: Mumbai
Date: October 30, 2023

EMKAY GLOBAL FINANCIAL SERVICES LIMITED

CIN : L67120MH1995PLC084899

Registered Office: The Ruby, 7th Floor, Senapati Bapat Marg, Dadar (West), Mumbai 400 028. Tel : +91 22 66121212, Fax : +91 22 66121299

Website : www.emkayglobal.com, E-mail : secretarial@emkayglobal.com

(₹ in Lakhs, except per share data)

STATEMENT OF STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED 30TH SEPTEMBER, 2023

Sr.No.	Particulars	Quarter ended			Half Year ended		Year ended
		30.09.2023	30.06.2023	30.09.2022	30.09.2023	30.09.2022	31.03.2023
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
I	Revenue from Operations						
	(i) Interest Income	153.35	164.91	90.53	318.26	190.94	442.05
	(ii) Fees and Commission Income	6,086.04	3,578.19	4,229.76	9,664.23	8,820.09	15,765.84
	(iii) Net Gain on Fair Value Changes	65.33	252.71	707.89	318.04	549.41	2,194.60
	(iv) Reversal of impairment provision on financial instruments	2.55	-	-	-	-	-
	(v) Other Operating Income	42.08	31.38	57.63	73.46	117.95	212.03
	Total Revenue from Operations (I)	6,349.35	4,027.19	5,085.81	10,373.99	9,678.39	18,614.52
II	Other Income	733.77	703.98	103.82	1,437.75	187.73	1,238.79
III	Total Revenue (I+II)	7,083.12	4,731.17	5,189.63	11,811.74	9,866.12	19,853.31
IV	Expenses :						
	(i) Finance Costs	147.72	68.57	104.75	216.29	167.83	442.91
	(ii) Fees and Commission Expense	700.32	600.13	617.04	1,300.45	1,101.53	2,325.65
	(iii) Impairment on Financial Instruments	-	7.09	7.64	4.54	2.33	9.70
	(iv) Employee Benefits Expense	3,239.64	2,696.23	2,679.91	5,935.87	5,079.79	10,670.28
	(v) Depreciation and Amortisation Expense	199.55	192.40	219.62	391.95	413.82	883.55
	(vi) Other Expenses	1,879.30	1,602.98	1,099.21	3,482.28	2,060.24	4,708.75
	Total Expenses (IV)	6,166.53	5,167.40	4,728.17	11,331.38	8,825.54	19,040.84
V	Profit/(Loss) before exceptional items and tax (III-IV)	916.59	(436.23)	461.46	480.36	1,040.58	812.47
VI	Exceptional Items	-	-	-	-	-	115.00
VII	Profit/(Loss) before tax (V-VI)	916.59	(436.23)	461.46	480.36	1,040.58	697.47
VIII	Tax Expense :						
	(a) Current Tax	111.70	-	57.43	111.70	180.82	-
	(b) Deferred Tax	54.90	(8.24)	28.77	46.66	146.27	(362.90)
	(c) Tax adjustment of earlier years	-	-	-	-	-	(3.09)
	Total Tax Expense (VIII)	166.60	(8.24)	86.20	158.36	327.09	(365.99)
IX	Profit/(Loss) for the period / year (VII-VIII)	749.99	(427.99)	375.26	322.00	713.49	1,063.46
X	Other Comprehensive Income						
	(a) (i) Items that will not be reclassified to profit or loss						
	- Actuarial gain/(loss) on defined employee benefit plans	(21.08)	(91.59)	3.30	(112.67)	(44.71)	(70.54)
	(ii) Income tax relating to items that will not be reclassified to profit or loss	19.70	-	(0.57)	19.70	7.82	-
	(b) (i) Items that will be reclassified to profit or loss	-	-	-	-	-	-
	(ii) Income tax relating to items that will be reclassified to profit or loss	-	-	-	-	-	-
	Other Comprehensive Income (a+b)	(1.38)	(91.59)	2.73	(92.97)	(36.89)	(70.54)
XI	Total Comprehensive Income for the period / year (IX+X)	748.61	(519.58)	377.99	229.03	676.60	992.92
XII	Paid-up Equity Share Capital (Face Value of ₹ 10/- each)	2,464.02	2,464.02	2,464.02	2,464.02	2,464.02	2,464.02
XIII	Earnings Per Share (EPS) (of ₹ 10/- each) (not annualised) :						
	(a) Basic	3.04	(1.74)	1.52	1.31	2.90	4.32
	(b) Diluted	3.03	(1.73)	1.49	1.30	2.83	4.29

Notes:		STANDALONE UNAUDITED STATEMENT OF ASSETS AND LIABILITIES		(₹ in Lakhs)
1		As at 30.09.2023	As at 31.03.2023	
Particulars		Unaudited	Audited	
A	ASSETS			
1	Financial Assets			
	(a) Cash and cash equivalents	278.11	1,264.02	
	(b) Bank balance other than cash and cash equivalents	40,012.81	28,928.56	
	(c) Trade receivables	12,267.81	10,316.83	
	(d) Loans	738.38	448.13	
	(e) Investments	5,889.59	5,401.99	
	(f) Other financial assets	23,124.97	13,744.54	
	Sub-total - Financial Assets	82,311.67	60,104.07	
2	Non-financial Assets			
	(a) Current tax assets (net)	523.25	407.16	
	(b) Deferred tax assets (net)	378.84	425.51	
	(c) Property, plant and equipment	2,847.98	2,962.04	
	(d) Right of use assets	589.33	722.43	
	(e) Other intangible assets	49.46	52.65	
	(f) Other non-financial assets	600.05	454.76	
	Sub-total - Non-financial Assets	4,988.91	5,024.55	
	TOTAL - ASSETS	87,300.58	65,128.62	
B	LIABILITIES AND EQUITY			
	LIABILITIES			
1	Financial Liabilities			
	(a) Payables			
	(I) Trade Payables			
	(i) total outstanding dues of micro enterprises and small enterprises	-	-	
	(ii) total outstanding dues of creditors other than micro enterprises and small enterprises	17,797.61	11,726.86	
	(II) 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) Borrowings (Other than Debt Securities)	3,744.54	-	
	(c) Deposits	1,132.93	1,036.47	
	(d) Lease liabilities	610.79	731.16	
	(e) Other financial liabilities	46,474.80	33,166.27	
	Sub-total - Financial Liabilities	69,760.67	46,660.76	
2	Non-financial Liabilities			
	(a) Provisions	1,224.96	1,988.22	
	(b) Other non-financial liabilities	1,190.29	1,353.44	
	Sub-total - Non-financial Liabilities	2,415.25	3,341.66	
3	EQUITY			
	(a) Equity share capital	2,464.02	2,464.02	
	(b) Other equity	12,660.64	12,662.18	
	Sub-total - Equity	15,124.66	15,126.20	
	TOTAL - LIABILITIES AND EQUITY	87,300.58	65,128.62	

2		STANDALONE UNAUDITED STATEMENT OF CASH FLOW FOR THE HALF YEAR ENDED 30TH SEPTEMBER, 2023		(₹ in Lakhs)	
		Particulars		Half Year ended	
		30.09.2023	30.09.2022	Unaudited	Unaudited
A	Cash flow from operating activities				
	Profit before tax	480.36	1,040.58		
	Adjustment for:				
	Interest income	(38.83)	(13.45)		
	Fair value gain on investments, securities held for trading and derivative trades	(371.15)	(296.88)		
	Net gain on sale of investments	-	(219.20)		
	Net (gain)/loss on disposal of property, plant and equipment (Net of loss on discard)	0.28	(9.93)		
	Fair valuation of security deposit	(6.61)	(6.61)		
	Unrealised foreign exchange loss (Net)	24.29	51.07		
	Income on lease closure and rent waiver	-	(0.83)		
	Dividend income	(0.04)	(4.94)		
	Finance costs	181.22	146.62		
	Finance cost pertaining to lease liability	35.07	21.21		
	Impairment on financial instruments	3.29	0.76		
	Share based payment to employees	11.20	0.39		
	Depreciation and amortisation	391.95	413.82		
	Operating profit	711.03	1,122.61		
	Adjustment for working capital changes:				
	(Increase)/decrease in deposits with banks and other items	(11,084.25)	(4,694.86)		
	(Increase)/decrease in derivative financial instruments (asset)	-	(3.32)		
	(Increase)/decrease in securities held for trading	-	147.05		
	(Increase)/decrease in trade receivables	(1,954.18)	(3,110.08)		
	(Increase)/decrease in loans	(290.25)	(196.07)		
	(Increase)/decrease in other financial assets	(9,374.86)	(7,182.86)		
	(Increase)/decrease in other non financial assets	(167.95)	(257.69)		
	Increase/(decrease) in trade payables	6,070.75	1,298.13		
	Increase/(decrease) in derivative financial instruments (liability)	-	43.06		
	Increase/(decrease) in deposits	96.46	186.91		
	Increase/(decrease) in other financial liabilities	13,285.66	8,830.90		
	Increase/(decrease) in provisions	(875.93)	(1,208.47)		
	Increase/(decrease) in other non financial liabilities	(163.15)	248.18		
	Cash generated from / (used in) operations	(3,746.67)	(4,776.51)		
	Income tax paid (net)	(208.09)	(235.16)		
	Cash flow before exceptional / extraordinary items	(3,954.76)	(5,011.67)		
	Exceptional / extraordinary items	-	-		
	Net Cash generated from / (used in) operating activities (A)	(3,954.76)	(5,011.67)		
B	Cash flow from investing activities				
	Purchase of investments measured at FVTPL	(111.82)	(1,533.66)		
	Proceeds from sale of investments measured at FVTPL	-	1,687.97		
	Investment in subsidiaries	-	(300.00)		
	Purchase of property, plant, equipment and intangibles	(95.92)	(559.15)		
	Proceeds from sale of property, plant and equipment	0.85	17.97		
	Interest received	38.83	13.45		
	Dividend received	0.04	4.94		
	Net Cash generated from / (used in) investing activities (B)	(168.02)	(668.48)		
C	Cash flow from financing activities				
	Payment of lease liabilities	(178.59)	(159.30)		
	Addition/(Repayment) of short-term borrowings	3,744.54	2,700.00		
	Finance costs paid	(181.22)	(146.62)		
	Dividend paid	(246.40)	(308.01)		
	Increase/(Decrease) in unpaid dividend	(1.20)	-		
	Net Cash generated from / (used in) financing activities (C)	3,137.13	2,086.07		
D	Net change due to foreign exchange translation differences (D)	(0.26)	1.52		
	Net increase / (decrease) in cash and cash equivalents (A+B+C+D)	(985.91)	(3,592.56)		
	Cash and cash equivalents at the beginning of the period/year	1,264.02	5,745.05		
	Cash and cash equivalents at the end of the period/year	278.11	2,152.49		
	Net increase / (decrease) in cash and cash equivalents	(985.91)	(3,592.56)		

<p>3</p> <p>4</p> <p>5</p> <p>6</p> <p>7</p> <p>8</p>	<p>The above Standalone Financial Results for the quarter and half year ended on September 30, 2023 have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on October 30, 2023. The Statutory Auditors of the Company have carried out a limited review of the above financial results of the company.</p> <p>The above financial results have been prepared in accordance with the recognition and measurement principles laid down in Ind AS notified under section 133 of Companies Act, 2013 read with relevant Rules issued thereunder and other accounting principles generally accepted in India.</p> <p>As on September 30, 2023, the Company has 22,67,317 Stock Options outstanding under various ESOP Schemes.</p> <p>Considering brought forward losses and unabsorbed depreciation under tax laws, the Company had not recognised deferred tax asset in the quarter ended June 2023. Due to the profit in the current quarter the impact of non recognition of deferred tax asset has been adjusted.</p> <p>The Company's operations relate to one reportable operating business segment, i.e. Advisory & Transactional Services (comprising of Broking and Distribution, Investment Banking & Other related Financial Intermediation Services).</p> <p>The Previous period/year figures have been regrouped, rearranged and recasted, wherever necessary to make them comparable.</p>
<p>Date: October 30, 2023 Place: Mumbai</p>	<p style="text-align: right;">On behalf of the Board of Directors For Emkay Global Financial Services Limited</p> <p style="text-align: right;">Krishna Kumar Karwa Managing Director</p>