

May 7, 2023

The Manager, Listing Department, BSE Limited, Phiroze Jeejeebhoy Tower, Dalal Street, Mumbai 400 001. Tel no.: 22721233 Fax No.: 22723719/ 22723121/ 22722037 BSE Scrip Code: 542773	The Manager, Listing Department, The National Stock Exchange of India Ltd., Exchange Plaza, 5th Floor, Plot C/1, G Block, Bandra - Kurla Complex, Bandra (E), Mumbai 400 051. Tel No.: 2659 8235 Fax No.: 26598237/ 26598238 NSE Symbol: IIFLSEC
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Dear Sir/ Madam

Sub: Update on IIFL Commodities Limited, a wholly owned subsidiary of the Company.

This is to inform you that IIFL Commodities Limited [(earlier known as India Infoline Commodities Ltd) (IICL)], a wholly owned subsidiary of IIFL Securities Limited, has noted the Order of the Hon'ble Sessions Court dt. 06.05.23 in the NSEL (National Spot Exchange Limited) case, based on an application by one Mr Arvind Kumar Bahl, seeking thereby necessary directions to investigating officer EOW, to attach the movable and immovable properties of IICL and other brokers of NSEL for repayment to investors/depositors as per the provision of Maharashtra Protection of Investors Deposits Act), 1999 (MPID Act). The applicant has an outstanding balance of ₹22.24 lacs, recoverable from the NSEL. IICL had earned a total brokerage of ₹4,786 from the applicant.

The Court has directed the attachment of properties of IICL to the extent of deposits from investors/ depositors as per office record of the Competent Authority in accordance with the law. IICL hereby clarifies that it has never accepted or taken any deposit from any customer or investor. Section 4 of the MPID Act mandates that attachment can be effected only in respect of movable and immovable properties acquired out of the deposits made by depositors. This fact has been clearly recorded in para 5 at page 3 of the said impugned Order. As all brokers operate in the normal course of business, IICL had transferred the funds received from the clients to NSEL. The monies of the respective clients were with NSEL which (along-with its then promoters, directors and associates) are solely and exclusively responsible for the repayment/ refund thereof. IICL's retention from clients' money for the brokerage has been less than 0.05% of the amount transferred to NSEL.

IIFL Securities Limited

Corporate Identity Number: **L99999MH1996PLC132983**

Regd. Office: IIFL House, Sun Infotech Park, Road No. 16V, Plot No. B-23, MIDC, Thane Industrial Area, Wagle Estate, Thane - 400 604
Tel: (91-22) 6272 7000 • Fax: (91-22) 2580 6654 • E-mail: secretarial@iifl.com • Website: www.iiflsecurities.com



IICL has only acted as a lawful intermediary between the investors and NSEL, and is one amongst several brokers/ intermediaries who are victims of NSEL default and fraud. IICL has always acted with greatest caution and highest levels of integrity and honesty while handling client funds. Over the last over 10 years, several authorities have investigated the matter in great detail and have found no money trail to IICL nor any evidence of receipt of any deposit and therefore have not deemed it necessary to attach any properties of IICL or other brokers/ intermediaries. It is evident that certain vested interests are targeting brokers and have misguided and misrepresented facts to the Hon'ble Court. IICL is taking suitable legal steps to avail justice and establish the truth.

Kindly take the above on your record.

Thanking you,

Yours faithfully

For IIFL Securities Limited

Meghal Shah

Company Secretary

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