



July 8, 2022

The Manager,
Listing Department,
BSE Limited,
Phiroze Jeejeebhoy Tower,
Dalal Street,
Mumbai 400 001.
BSE Scrip Code: 542772

The Manager,
Listing Department,
The National Stock Exchange of India Ltd.,
Exchange Plaza, 5 Floor, Plot C/1, G Block,
Bandra - Kurla Complex, Bandra (E),
Mumbai 400 051.
NSE Symbol: IIFLWAM

Subject: Clarification on settlement order dated July 8, 2022, issued by Securities and Exchange Board of India ("SEBI")

Dear Sir / Madam,

This is in reference to the settlement order dated July 8, 2022, issued by SEBI on IIFL Wealth Management Limited ("**IIFL Wealth**") regarding a pending joint adjudication show-cause notice.

In this regard, we would like to clarify that this matter pertains to an adjudication proceeding on alleged violations with respect to an instance of execution trades by IIFL Wealth as a selling broker for its client in the normal / block window in the shares of Alkem Laboratories Limited in 2019. IIFL Wealth as a broker acted only for its selling client and IIFL Securities Limited as a buyer broker for its various institutional clients and the trades were executed through the Exchange system. IIFL Wealth earned only the normal brokerage on the transactions from the selling client and had not earned any other undue benefit from the said transaction. SEBI's allegation was based on this isolated instance, and we had fully clarified our position to SEBI. However, with a view to an early conclusion of this matter and to avoid a prolonged regulatory proceeding, IIFL Wealth settled the matter through the settlement proceedings. The above settlement is without admission of guilt or conclusion of any violations by SEBI against IIFL Wealth or any of its subsidiaries.

Also, please note that since May 2021, the broking and depository business is conducted under IIFL Wealth Distribution Services Limited, a subsidiary of IIFL Wealth. IIFL Wealth and its subsidiaries always ensure utmost compliance with all the applicable regulations / rules / circulars etc. of SEBI / Exchanges / Depositories in all its business, operations and services to its clients / investors.

We request you take note of the above clarification.

Thanking you.

Yours truly,

For IIFL Wealth Management Limited

Rohit Bhase

Company Secretary

ACS: 21409

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