

### Update on SAT Order

We wish to inform you that Nuvama Clearing Services Limited, formerly Edelweiss Custodial Services Limited and a wholly owned subsidiary of Nuvama Wealth Management Limited (Nuvama Group), has received a Securities Appellate Tribunal (SAT) order dated 15-Dec-2023. The order dismissed our appeal, related to transactions from 2019/20, against the Member and Core Settlement Guarantee Fund Committee of NSE Clearing Limited. Following a comprehensive review, we offer our key observations and clarifications on the matter.

While we respect the judicial process, we express disappointment with the SAT judgment, asserting that the actions taken by our organization were well within the governing regulations and risk management rules. Penalizing the Professional Clearing Member (PCM) for a broker's misdeeds is, in our view, unjust and an unexpected development, potentially jeopardizing industry norms and impeding the functioning of PCMs.

Additionally, we would like to highlight the following:

1. The original order mentioned selling of securities for an amount equivalent to around Rs.460 crores. Of this, Nuvama has already allocated collateral around Rs.236 crores to NCL.
2. Our business maintains sufficient liquidity, ensuring that our operations and long-term goals remain unaffected.
3. We assure all stakeholders that, upon thorough assessment, the ruling has no material impact on Nuvama Wealth Management Limited and its Professional Clearing Member (PCM) business.

We remain committed to providing our full support and collaborating closely with the authorities on this matter. In pursuit of remedial measures and justice, we will be filing an appeal with the Honourable Supreme Court of India. We approach this development with resilience and determination and value your ongoing support and trust.

Edelweiss investor communique is attached for reference:

<https://www.bseindia.com/xml-data/corpfiling/AttachLive/f00dc86f-eff1-48ba-9158-eb96e27ef517.pdf>

For any questions or concerns, please do not hesitate to reach out.