

Angel One Limited

August 18, 2023

Credit Update

Angel One Limited (AOL) (rated CARE A1+) vide its stock exchange filing dated August 09, 2023, has intimated that the board of Directors in its meeting dated 9th August, 2023 has approved the scheme of arrangement where two of its businesses will be transferred from AOL to its wholly owned subsidiaries, subject to the sanction of National Company Law Tribunal (NCLT) and approvals of the shareholders/creditors of the company. Business undertaking 1 (business sourced from Affiliate channel) would be transferred to Angel Securities Limited (ASL) while Business undertaking 2 (business sourced from direct channel) would be transferred to Angel Crest Limited (ACL).

This announcement is expected to have no impact on the outstanding rating as business segments are getting transferred to the wholly owned subsidiaries of AOL. As per the company, there would be no change in shareholding pattern as well as consolidated balance sheet of AOL. CARE Ratings Limited (CARE Ratings) will continue to closely follow the developments in this regard.

The ratings continue to derive comfort from the long track record, strong market position and improving profitability. As on July 31, 2023, AOL's market share in NSE active clients improved and stood at 14.26% as against 13.10% as on March 31, 2023. On a consolidated level, during Q1FY24 the total revenue of the company increased by 18.36% Y-o-Y to Rs. 812 crores. Further, the company reported consolidated PAT of Rs. 221 crore registering growth of 22% Y-o-Y. However, these rating strengths are partially offset by concentrated revenue profile and susceptibility towards regulatory changes.

Please [click here](#) for the last detailed press release of the company.

Contact us

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About us:

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