



 **JM FINANCIAL**
Annual Report 2017-18

JM Financial Products Limited

Racing Towards Tomorrow

CORPORATE INFORMATION

Board of Directors

Non-Executive Chairman

Mr. V P Shetty

Independent Director

Mr. E A Kshirsagar

Non-Executive Director

Mr. M R Umarji

Independent Director

Mr. Dharendra Singh

Independent Director

Ms. Roshini Bakshi

Non-Executive Director

Mr. Atul Mehra

Managing Director

Mr. Vishal Kampani

Registered Office

JM Financial Products Limited
7th Floor, Cnergy, Appasaheb Marathe Marg,
Prabhadevi, Mumbai 400 025
Tel: +91 22 6630 3030 Fax: + 91 22 6630 3223
Website: www.jmfl.com

Corporate Identity Number

U74140MH1984PLC033397

Chief Financial Officer

Mr. Milind Gandhi

Company Secretary

Ms. Reena Sharda

Statutory Auditors

Deloitte Haskins & Sells LLP
Indiabulls Finance Centre
Tower 3, 27th – 32nd Floor
Senapati Bapat Marg
Elphinstone Road (west)
Mumbai 400 013
Tel: +91 22 6185 4000 Fax: + 91 22 6185 4501
Website: www2.deloitte.com/in/en

Registrars & Share Transfer Agents

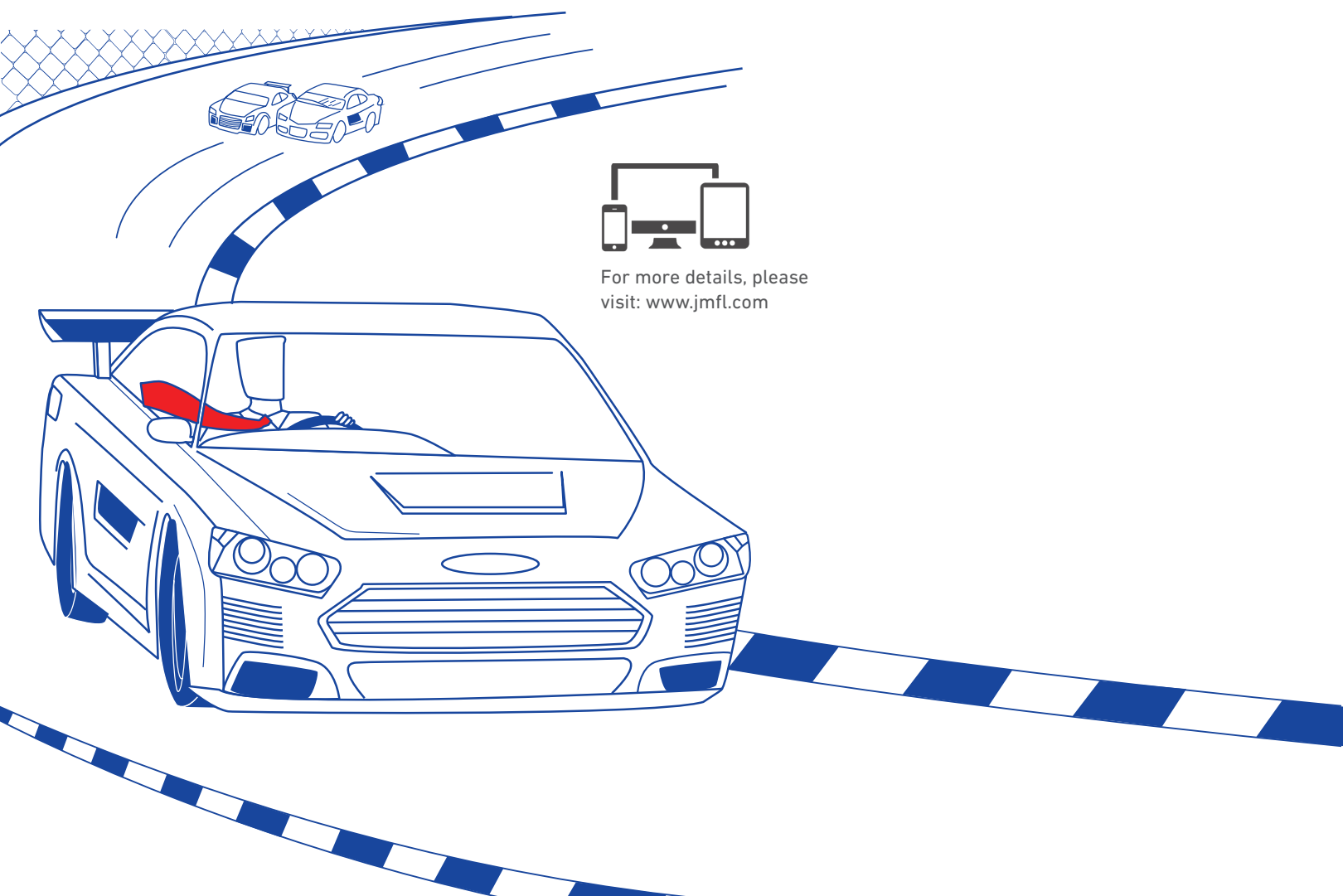
Karvy Computershare Private Limited
Karvy Selenium Tower B, Plot 31-32, Gachibowli,
Financial District, Nanakramguda,
Hyderabad – 500 032
Phone: 040-67162222 Fax: 040-23001153
Toll Free no.: 1800-345-4001
Email ID: einward.ris@karvy.com
Website: www.karvycomputershare.com

Debenture Trustee

IDBI Trusteeship Services Limited
Asian Building, Ground Floor
17, R. Kamani Marg, Ballard Estate
Mumbai 400 001
Tel: +91 22 4080 7000 Fax: + 91 22 6631 1776
Website: www.idbitrustee.com

Bankers

Bank of India
Canara Bank
Federal Bank
HDFC Bank Limited
ICICI Bank Limited
IDBI Bank Limited
State Bank of India
Syndicate Bank



For more details, please
visit: www.jmfl.com

Independent Auditors' Report

To the Board of Directors of JM Financial Products Limited

Introduction

1. We have verified the audited books of account and other relevant records of **JM FINANCIAL PRODUCTS LIMITED** (the "Company") for the year ended 31st March, 2018 to report on matters specified in paragraph 3 and 4 of Non-Banking Financial Companies Auditor's Report (Reserve Bank) Directions, 2016, DNBS. PPD.03/66.15.001/2016-17 ("RBI Auditors Report Direction") dated 29th September, 2016, for submission to the Reserve Bank of India (the "RBI").

Management's Responsibility for the Compliance

2. Management of the Company is responsible for maintenance of books of account and other relevant records and documents maintained under the Companies Act, 2013, the Reserve Bank of India Act, 1934 (the "RBI Act") and compliance with the RBI Auditors Report Direction, requirements of the applicable RBI Circular/Master Directions and for providing all the relevant information to the RBI. This includes collecting, collating and validating data and the design, implementation and maintenance of internal controls relevant to ensuring compliance.

Auditors' Responsibility

3. Our responsibility is to report on matters specified in paragraph 3 and 4 of the RBI Auditors Report Directions for the year ended 31st March, 2018 based on our assurance procedures.
4. We conducted our procedures in accordance with the Guidance Note on Reports or Certificates for Special Purposes (Revised 2016) and Engagement Standards issued by the Institute of Chartered Accountants of India ("ICAI"), in so far as applicable for the purpose of this Report which includes the concepts of test checks and materiality. The Guidance Note requires that we comply with the ethical requirements of the Code of Ethics issued by the Institute of Chartered Accountants of India and plan and perform the assurance procedures on matters covered by paragraph 3 and 4 of the RBI Auditors Report Direction.
5. We have complied with the relevant applicable requirements of the Standard on Quality Control (SQC) 1, Quality Control for Firms that Perform Audits and Reviews of Historical Financial Information, and Other Assurance and Related Services Engagements.
6. Our assurance procedures were performed to obtain audit evidence about matters covered by paragraphs 3 and 4 of the RBI Directions. The procedures selected depend on the

auditor's judgement, including the assessment of material misstatement of the assertions on matters covered by paragraphs 3 and 4 of the RBI Directions, whether due to fraud or error. In making the risk assessments, the auditor considers the internal control relevant to the entity's monitoring of the compliance process in respect of matters covered by paragraphs 3 and 4 of the RBI Directions in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal controls. Our work was planned to verify how each item specified in paragraphs 3 and 4 of the RBI Directions within our assurance scope was complied with by the Management of the Company.

We believe that the evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Criteria

7. The criteria against which the matters specified in paragraph 3 and 4 of the RBI Auditors Report Direction were verified are:
 - Certificate of Registration("CoR")
 - Master Direction DNBR.PD.008/03.10.119/2016-17 - Non-Banking Financial Company Systemically Important Non-Deposit taking Company and Deposit taking Company (Reserve Bank) Directions, 2016 updated as on 23rd February, 2018 ("RBI Direction");
 - Audited books of account for the year ended 31st March, 2018; and
 - Certified true copy of resolution passed at the meeting of the Board of Directors of the Company held on regarding non-acceptance / holding of Public Deposits.

Opinion

8. On the basis of our assurance procedures carried out as aforesaid, we report as follows:
 - i. The Company is engaged in the business of Non - Banking Financial Institution as defined in Section 45 I(a) of the Reserve Bank of India Act, 1934 and has obtained revised CoR bearing No. N-13. 02140 dated 3rd November, 2016 from the RBI.
 - ii. The Company is entitled to hold CoR based on its asset/income pattern as on 31st March, 2018, which has been computed in the manner laid down in the RBI Circular No. DNBS (PD) C.C. NO. 81 / 03.05.002 /2006-07 dated 19th October, 2006.

Independent Auditors' Report (Contd.)

- iii. The Company has met the required net owned fund requirement as laid down in the RBI Direction.
 - iv. The Board of Directors of the Company has passed a resolution on 27th April, 2017 for non-acceptance / holding of public deposits.
 - v. The Company has not accepted any public deposit during the year ended 31st March, 2018.
 - vi. The Company has complied with the prudential norms relating to income recognition, accounting standards, asset classification and provisioning for bad and doubtful debts as applicable to it during the financial year ended 31st March, 2018 in terms of the RBI Direction.
 - vii. The Capital Adequacy Ratio (CRAR) of the Company as on 31st March, 2018 has been correctly computed and
- is in compliance with the requirements of maintaining minimum CRAR of 15% as prescribed by the RBI.
- viii. The annual statement of capital funds, risk assets / exposures and risk asset ratio (NBS-7) as on 31st March, 2018 due for submission on or before 30th June, 2018 is pending submission.

For Deloitte Haskins & Sells LLP
Chartered Accountants
(Firm's Registration No. 117366W/W-100018)

G.K Subramaniam
Partner
(Membership No. 109839)

Mumbai, 30 April, 2018

Independent Auditors' Report (Contd.)

To The Members of JM FINANCIAL PRODUCTS LIMITED

Report on the Standalone Financial Statements

We have audited the accompanying standalone financial statements of JM FINANCIAL PRODUCTS LIMITED ("the Company"), which comprise the Balance Sheet as at 31st March, 2018, the Statement of Profit and Loss and the Cash Flow Statement for the year then ended, and a summary of the significant accounting policies and other explanatory information.

Management's Responsibility for the Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the Accounting Standards prescribed under section 133 of the Act read with the Companies (Accounting Standards) Rules, 2006, as amended ("Accounting Standards"), and other accounting principles generally accepted in India.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the standalone financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these standalone financial statements based on our audit.

In conducting our audit, we have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder and the Order issued under section 143(11) of the Act.

We conducted our audit of the standalone financial statements in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the standalone financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the standalone financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the standalone financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the standalone financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the standalone financial statements.

We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion on the standalone financial statements.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the Accounting Standards and other accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March, 2018, and its profit and its cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements

1. As required by Section 143 (3) of the Act, we report that:
 - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - c) The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
 - d) In our opinion, the aforesaid standalone financial statements comply with the Accounting Standards prescribed under section 133 of the Act.
 - e) On the basis of the written representations received from the directors of the Company and taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2018 from being

Independent Auditors' Report (Contd.)

appointed as a director in terms of Section 164 (2) of the Act.

- f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure A". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting.
- g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended, in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company does not have any pending litigations as at 31st March, 2018 which would impact its financial position.
 - ii. The Company did not have any long-term contracts including derivative contracts as at 31st

March, 2018 for which there were any material foreseeable losses.

- iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
2. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government in terms of Section 143(11) of the Act, we give in "Annexure B" a statement on the matters specified in paragraphs 3 and 4 of the Order.

For **Deloitte Haskins & Sells LLP**

Chartered Accountants
(Firm's Registration No. 117366W/W-100018)

G.K Subramaniam

Partner
(Membership No. 109839)

Mumbai, 30 April, 2018

Annexure “A” to the Independent Auditors’ Report

(Referred to in paragraph 1(f) under ‘Report on Other Legal and Regulatory Requirements’ section of our report of even date)

Report on the Internal Financial Controls Over Financial Reporting under Clause (i) of Sub-section 3 of Section 143 of the Act

We have audited the internal financial controls over financial reporting of **JM FINANCIAL PRODUCTS LIMITED** (“the Company”) as of 31st March, 2018 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

Management’s Responsibility for Internal Financial Controls

The Company’s management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to respective company’s policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act.

Auditor’s Responsibility

Our responsibility is to express an opinion on the Company’s internal financial controls over financial reporting of the Company based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the “Guidance Note”) issued by the Institute of Chartered Accountants of India (ICAI) and the Standards on Auditing prescribed under Section 143(10) of the Act, to the extent applicable to an audit of internal financial controls. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor’s judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company’s internal financial controls system over financial reporting.

Meaning of Internal Financial Controls Over Financial Reporting

A company’s internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company’s internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company’s assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, to the best of our information and according to the explanations given to us, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st March, 2018, based on the criteria for internal financial control over financial reporting established by the Company considering the essential components of internal control stated in the Guidance Note issued by the ICAI.

For Deloitte Haskins & Sells LLP

Chartered Accountants
(Firm’s Registration No. 117366W/W-100018)

G.K Subramaniam

Partner

Mumbai, 30 April, 2018

(Membership No. 109839)

Annexure “B” to the Independent Auditors’ Report

(Referred to in paragraph 2 under ‘Report on Other Legal and Regulatory Requirements’ of our report of even date)

1. In respect of property, plant and equipment:

- (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of property, plant and equipment.
 - (b) All the property, plant and equipment were physically verified during the year by the Management. According to the information and explanation given to us, no material discrepancies were noticed on such verification.
 - (c) According to the information and explanations given to us and the records examined by us and based on the examination of the registered sale deed provided to us, we report that, the title deeds, comprising all the immovable properties of land which are freehold, are held in the name of the Company as at the balance sheet date.
2. The Company does not have any inventory and hence reporting under clause (ii) of the Order is not applicable.
 3. According to the information and explanations given to us, the Company has granted loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or other parties covered in the register maintained under section 189 of the Act, in respect of which:
 - (a) The terms and conditions of the grant of such loans are, in our opinion, prima facie, not prejudicial to the Company’s interest.
 - (b) The schedule of repayment of principal and payment of interest has been stipulated and repayments or receipts of principal amounts and interest have been regular as per stipulations.
 - (c) There is no amount overdue for more than 90 days at the balance sheet date.
 4. In our opinion and according to the information and explanations given to us, the Company has not granted any loans, made investments or provide guarantees which requires compliance with the provisions of section 185 and 186 of the Act and hence reporting under clause (iv) of the Order is not applicable.
 5. According to the information and explanations given to us, the Company has not accepted any deposit during the year. According to the information and explanations given to us, no order has been passed by the Company Law Board or National Company Law Tribunal or the Reserve Bank of India or any Court or any other Tribunals in this regard in

the case of the Company.

6. The maintenance of cost records has not been specified by the Central Government under section 148(1) of the Act for the business activities carried out by the Company. Thus reporting under (vi) of the Order is not applicable.
7. According to the information and explanations given to us, in respect of statutory dues:
 - (a) The Company has generally been regular in depositing undisputed statutory dues, including Provident Fund, Income Tax, Sales Tax, Service Tax, Goods and Service Tax, Value Added Tax, Cess and other material statutory dues applicable to it to the appropriate authorities.

Considering the nature of business that the Company is engaged in, Employees’ State Insurance, Excise Duty and Custom Duty are not applicable to the Company.
 - (b) There were no undisputed amounts payables in respect of the Provident Fund, Income Tax, Goods and Service Tax, Value Added Tax, Cess and other material statutory dues in arrears as at 31st March, 2018 for a period of more than six months from the date of becoming payable.
 - (c) There are no cases of non-deposits with the appropriate authorities of disputed dues of Sales Tax, Service Tax and Value Added Tax as applicable.

Details of dues of Income Tax which have not been deposited as on 31st March, 2018 on account of disputes are given below:

Name of Statute	Nature of Dues	Forum where Dispute is Pending	Period to which the Amount Relates (Financial Year)	Amount Unpaid (₹)
Income Tax Act, 1961	Income Tax	Commissioner of Income Tax (Appeals)	2013-14	36,241,447
			2014-15	3,709,331

8. In our opinion and according to the information and explanations given to us, the Company has not defaulted in the repayment of loans or borrowings to banks and dues to debenture holders. The Company has not taken loans or borrowings from government and financial institutions.
9. In our opinion and according to the information and explanations given to us, money raised through issue of debt instruments and through terms loans has been utilised during the year for the purposes for which they were raised. The Company has not raised moneys by way of initial public offer.
10. To the best of our knowledge and according to the information and explanations given to us, no fraud by the Company and no material fraud on the Company by its officers or employees has been noticed or reported during the year.

11. In our opinion and according to the information and explanations given to us, the Company has paid/ provided managerial remuneration in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Act.
12. The Company is not a Nidhi Company and hence reporting under clause (xii) of the Order is not applicable.
13. In our opinion and according to the information and explanations given to us the Company is in compliance with Section 177 and 188 of the Act, where applicable, for all transactions with the related parties and the details of related party transactions have been disclosed in the financial statements etc. as required by the applicable accounting standards.
14. During the year the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures and hence reporting under clause (xiv) of the Order is not applicable to the Company.
15. In our opinion and according to the information and explanations given to us, during the year the Company has not entered into any non-cash transactions with its directors or persons connected with him and hence provisions of section 192 of the Act, are not applicable.
16. The Company is required to be registered under section 45-IA of the Reserve Bank of India Act, 1934 and it has obtained the registration.

For Deloitte Haskins & Sells LLP

Chartered Accountants
(Firm's Registration No. 117366W/W-100018)

G.K Subramaniam

Partner

Mumbai, 30 April, 2018

(Membership No. 109839)

Standalone Balance Sheet

as at March 31, 2018

	Note No.	As at March 31, 2018	(₹ in Crore) As at March 31, 2017
Equity and Liabilities			
Shareholders' funds			
Share capital	2	544.50	544.50
Reserves and surplus	3	951.76	798.29
		1,496.26	1,342.79
Non-Current Liabilities			
Long-term borrowings	4	2,628.86	1,150.12
Other non-current liabilities	5	61.01	12.32
Long-term provisions	6	29.74	27.13
		2,719.61	1,189.57
Current Liabilities			
Short-term borrowings	7	1,741.20	2,919.16
Trade payables:	8		
- Dues to micro and small enterprises		-	-
- Others		11.72	13.59
Other current liabilities	9	1,278.49	484.47
Short-term provisions	10	5.45	7.49
		3,036.86	3,424.71
Total		7,252.73	5,957.07
Assets			
Non-current assets			
Property, plant and equipment	11		
Tangible assets		4.09	4.05
Intangible assets		1.47	0.91
Intangible assets under development		1.32	0.66
Non-current investments	12	39.52	114.27
Deferred tax assets (net)	13	12.39	12.43
Long-term loans and advances	14	3,383.08	2,642.34
		3,441.87	2,774.66
Current assets			
Current investments	15	59.08	5.71
Stock-in-trade	16	-	9.86
Cash and bank balances	17	401.25	251.77
Short-term loans and advances	18	3,350.29	2,914.93
Other current assets	19	0.24	0.14
		3,810.86	3,182.41
Total		7,252.73	5,957.07
Notes to the standalone financial statements	1 to 41		

In terms of our report attached
For Deloitte Haskins & Sells LLP
 Chartered Accountants

For and on behalf of the Board of Directors

G. K. Subramaniam
 Partner

Vishal Kampani
 Managing Director
 DIN – 00009079

V. P. Shetty
 Chairman
 DIN – 00021773

Place: Mumbai
 Date: April 30, 2018

Milind Gandhi
 Chief Financial Officer

Reena Sharda
 Company Secretary

Standalone Statement of Profit and Loss

for the year ended March 31, 2018

	Note No.	For the year ended March 31, 2018	(₹ in Crore) For the year ended March 31, 2017
Revenue from operations	20	872.51	680.13
Other Income	21	35.41	26.27
Total Revenue		907.92	706.40
Expenses			
Employee benefits expense	22	39.83	23.37
Finance costs	23	488.87	344.11
Provision for loan	24	3.90	-
Depreciation / amortization expense	11	2.52	2.13
Operating and other expenses	25	45.15	33.46
Total Expenses		580.27	403.07
Profit before Tax		327.65	303.33
Tax Expense			
Current tax		114.50	104.70
Deferred tax		0.04	1.40
Short provision for income tax in respect of earlier years		0.18	-
Total		114.72	106.10
Profit after Tax		212.93	197.23
Earning per Equity Share			
(Face value of ₹ 10/- each)			
Basic and Diluted (in Rupees)	31	3.91	3.62
Notes to the standalone financial statements	1 to 41		

In terms of our report attached
For Deloitte Haskins & Sells LLP
 Chartered Accountants

For and on behalf of the Board of Directors

G. K. Subramaniam
 Partner

Vishal Kampani
 Managing Director
 DIN – 00009079

V. P. Shetty
 Chairman
 DIN – 00021773

Place: Mumbai
 Date: April 30, 2018

Milind Gandhi
 Chief Financial Officer

Reena Sharda
 Company Secretary

Standalone Statement Cash Flow

for the year ended March 31, 2018

Particulars	(₹ in Crore)	
	As at March 31, 2018	As at March 31, 2017
A. Net Profit before tax	327.65	303.33
Adjustment for :		
Depreciation/Amortisation	2.52	2.13
Loss on fixed assets sold/ discarded (net)	-	0.25
Profit on Sale of Fixed Assets (net)	(0.13)	-
Loan funds written off	4.16	0.55
Interest expenses - Others	0.16	0.23
Provision for doubtful loans written back (net)	(4.14)	(4.47)
Provision for Non Performing Assets	1.68	-
Provision for standard assets	2.22	-
Interest Income on fixed deposits with Banks and others	(0.67)	(3.78)
Provision for bonus - written back	(0.14)	(1.26)
Dividend on long term investments	-	(0.07)
Loss on sale of long term investments	-	0.41
Profit on sale of current investments	(30.25)	(16.65)
Operating Profit before Working Capital Changes	303.06	280.67
Changes in working capital		
Adjustment for (increase)/decrease in operating assets:		
Loans and advances and other current assets	(1,178.61)	(2,329.62)
Stock-in-trade	9.86	247.04
Operating fixed deposits with banks	(145.50)	-
Accrued interest income related to operating activities	0.01	0.08
Adjustment for increase/ (decrease) in operating liabilities:		
Trade payables, other liabilities and provisions	9.04	18.53
Accrued interest expenses related to operating activities	108.87	20.39
Cash (used in) operations	(893.27)	(1,762.91)
Direct taxes paid (net)	(116.08)	(105.73)
Net Cash (used in) Operating Activities (A)	(1,009.35)	(1,868.64)
B. Cash flow from Investing Activities		
Purchase of fixed assets	(4.36)	(3.95)
Sale of fixed assets	0.26	-
Investment in a subsidiary	(20.00)	(12.00)
Purchase of long term investments	(0.30)	(230.22)
Sale of long term investments	95.05	226.94
Sale of investment in a subsidiary	-	-
Sale/Purchase of current investments (net)	(23.13)	16.65
(Increase) in other bank balances	-	-
Interest received	0.56	3.99
Dividend received	-	0.07
Net Cash generated from Investing Activities (B)	48.08	1.48

Particulars	(₹ in Crore)	
	As at March 31, 2018	As at March 31, 2017
C. Cash flow from Financing Activities		
Proceeds from long term borrowings (net)	1,885.83	972.35
Proceeds from/(Repayments) short term borrowings (net)	(860.96)	567.12
Interest paid	(0.16)	(0.23)
Dividend paid (Including Corporate Dividend Tax)	(59.46)	(119.94)
Net Cash flow from Financing Activities (C)	965.25	1,419.30
Net increase/(decrease) in cash and cash equivalents (A+B+C)	3.98	(447.86)
Cash and cash equivalents at the beginning of the year	191.77	639.63
Cash and cash equivalents at the end of the year	195.75	191.77
Notes:		
(1) Reconciliation of cash and cash equivalents:		
As per Balance Sheet (Refer note 17)	401.25	251.77
Less: Balances with banks in deposit	205.50	60.00
As per Cash-flow statement	195.75	191.77
(2) Balances with banks in deposit includes ₹ 205.50 crore (Previous year ₹ 60.00 crore) placed as securities against overdraft facilities availed from the banks.		

In terms of our report attached
For Deloitte Haskins & Sells LLP
Chartered Accountants

For and on behalf of the Board of Directors

G. K. Subramaniam
Partner

Vishal Kampani
Managing Director
DIN – 00009079

V. P. Shetty
Chairman
DIN – 00021773

Place: Mumbai
Date: April 30, 2018

Milind Gandhi
Chief Financial Officer

Reena Sharda
Company Secretary

Notes

to the Standalone Financial Statements

1. Significant Accounting Policies

Basis of preparation of financial statements

The financial statements of the Company have been prepared in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP) to comply with the Accounting Standards specified under Section 133 of the Companies Act, 2013 ("the Act") read with relevant rules issued thereunder. The financial statements have been prepared on accrual basis under the historical cost convention. The accounting policies adopted in the preparation of the financial statements are consistent with those followed in the previous year.

Use of Estimates

The preparation of financial statements requires the management to make estimates and assumptions considered in the reported amount of assets and liabilities (including contingent liabilities) as of the date of the financial statements and the reported amount of income and expenses during the reporting period. Management believes that the estimates used in preparation of the financial statements are prudent and reasonable. Difference between the actual and estimates are recognised in the period in which the results are known/materialised.

Property, Plant and Equipment

Property, Plant and Equipment are recorded at cost of acquisitions or construction. They are stated at historical cost less accumulated depreciation/amortization and impairment loss, if any.

Depreciation

Depreciable amount for assets is the cost of an asset, or other amount substituted for cost, less its estimated residual value.

Depreciation on tangible Property, Plant and Equipment has been provided on the straight-line method as per the useful life prescribed in Schedule II to the Companies Act, 2013.

Leasehold improvements are depreciated over the period of lease or useful life of the asset whichever is lower.

Assets acquired under finance lease are depreciated over the period of lease.

Assets costing ₹ 5,000/- or less are depreciated at 100%.

Intangible Assets

Intangible assets are stated at cost less accumulated amortization

and impairment loss, if any. Softwares are amortized over a period of five years on a straight line basis.

Impairment loss

Impairment loss is provided to the extent the carrying amount(s) of assets exceed their recoverable amount(s). Recoverable amount is the higher of an asset's net selling price and its value in use. Value in use is the present value of estimated future cash-flows expected to arise from the continuing use of the asset and from its disposal at the end of its useful life. Net selling price is the amount obtainable from sale of the asset in an arm's length transaction between knowledgeable, willing parties, less the costs of disposal.

Investments

Current investments are carried at lower of cost (Scrip wise) and fair value. Long term investments are carried at cost. Provision is made to recognize a decline, other than temporary, in the carrying amount of long term investments.

Stock in Trade

Stock in trade is carried at lower of cost and fair value. Cost is determined on First in First Out basis.

Foreign Currency Transactions

Transactions in foreign currency are recorded at rates of exchange in force at the time the transactions are effected. At the year-end, monetary items denominated in foreign currency are reported using the closing rates of exchange. Exchange differences arising thereon and on realisation/payment of foreign exchange are accounted in the relevant year as income or expense.

Revenue Recognition

Interest income is recognised on accrual basis except in case of non-performing assets where interest is accounted on realization. In other cases, income is recognised when there is no significant uncertainty as to determination or realization exists.

Provision for Non Performing Assets (NPA) and Standard Assets (SA)

All loans and other credit exposures, where the amounts are overdue for a period of three months or more are classified as NPA. Provision is made in respect of NPA and SA in accordance with the stipulations of Master Directions – Non-Banking Financial Company - "Systemically Important Non-Deposit taking Company and Deposit taking Company (Reserve Bank) Directions, 2016" by the Reserve Bank of India (RBI). Additional provisions, if any (over

and above the provisioning requirements under the Directions as specified by RBI) are made as per guidelines prescribed by the Board of Directors.

Employee Retirement Benefits

(a) Post Employment Benefits and Other Long Term Benefits:

Defined Contribution Plan:

The Company contributes towards Provident Fund and Family Pension Fund. Liability in respect thereof is determined on the basis of contribution as required under the Statute/ Rules.

Defined Benefit Plans:

In respect of gratuity, provision is made based upon the actuarial valuation done at the end of every financial year using "Projected unit Credit Method". Major drivers in actuarial assumption, typically, are years of services and employees compensation. Gains and losses on changes in actuarial assumption are charged to the statement of profit and loss.

(b) Short term employee benefits:

Short term employee benefits are recognized as expense at the undiscounted amount in the statement of profit and loss of the year in which the related services are rendered.

Borrowing costs

Borrowing costs that are attributable to the acquisition, construction or production of qualifying assets are capitalized as a part of costs of such assets. A qualifying asset is one that

necessarily takes a substantial period of time to get ready for its intended use. All other borrowing costs are charged to revenue.

Taxes on income

Tax expense comprises both current and deferred tax at the applicable enacted/substantively enacted rates. Current tax represents the amount of income tax payable/recoverable in respect of the taxable income/loss for the reporting period. Deferred tax represents effect of timing differences between taxable income and accounting income for the reporting period that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax assets are recognized only to the extent that there is a reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realised. In case of existence of carry forward unabsorbed depreciation and tax losses, deferred tax assets are recognised only if there is virtual certainty supported by convincing evidence that deferred tax assets can be realised against future taxable profits.

Provisions and contingencies

A provision is recognized when the Company has a legal and constructive obligation as a result of a past event, for which it is probable that cash outflow will be required and a reliable estimate can be made of the amount of the obligation. A contingent liability is disclosed when the Company has a possible or present obligation where it is not probable that an outflow of resources will be required to settle it. Contingent assets are neither recognized nor disclosed.

Notes (Contd.)

to the Standalone Financial Statements

2. Share Capital

	As at March 31, 2018	As at March 31, 2017
(₹ in Crore)		
Authorised:		
1,100,000,000 Equity Shares of ₹10/- each	1,100.00	1,100.00
100,000,000 Preference Shares of ₹10/- each	100.00	100.00
Total	1,200.00	1,200.00
Issued, Subscribed and Paid up Capital:		
544,500,000 Equity Shares of ₹10/- each fully paid up	544.50	544.50
Total	544.50	544.50

2.1 The Company has issued only one class of shares i.e. equity. The equity shareholders are entitled to dividend as and when dividend is declared and approved by the shareholders.

2.2 Details of Shareholding in excess of 5%:

Names of the Shareholders	Number of shares & % of holding	
JM Financial Limited and its nominees (5 shares held by nominees)	540,664,050	490,050,000
	99.30%	90.00%
JM Financial Institutional Securities Limited	-	50,461,850
	-	9.27%

3. Reserves and Surplus

	As at March 31, 2018	As at March 31, 2017
Securities Premium Reserve		
As per last balance sheet	38.23	38.23
Statutory Reserve		
(under Section 45-IC of The Reserve Bank of India Act, 1934)		
As per last balance sheet	233.29	193.29
Add : Transfer from the Statement of Profit and Loss	43.00	40.00
	276.29	233.29
Capital Redemption Reserve		
As per last balance sheet *	0.00	0.00
*₹ 1,000/- (Previous year ₹ 1,000/-)		
Balance in the Statement of Profit and Loss		
As per last balance sheet	526.77	429.51
Profit for the year	212.93	197.23
Final /Interim dividend	(49.40)	(49.83)
Corporate dividend tax	(10.06)	(10.14)
Transferred to statutory reserve	(43.00)	(40.00)
	637.24	526.77
Total	951.76	798.29

4. Long term Borrowings

	As at March 31, 2018	(₹ in Crore) As at March 31, 2017
Secured		
Term Loan from Banks (refer note 4.1)	930.00	400.00
Less: Current maturities of Term loans from Banks	(213.34)	(20.00)
	716.66	380.00
Non-Convertible Debentures (refer note 4.2 and 4.3)	2,543.50	1,012.30
Less: Current maturities of Non-Convertible Debentures	(950.50)	(242.50)
Less: Unamortised discount on Non-Convertible Debentures	(0.02)	(0.07)
Add: Premium on Non-Convertible Debentures	2.22	-
	1,595.20	769.73
Finance lease obligations (refer note 4.4 and 30)	0.01	0.73
Less: Current maturities of finance lease obligations	(0.01)	(0.34)
	-	0.39
Unsecured		
Non-Convertible Debentures (refer note No 4.3)	317.00	177.00
Less: Current maturities of Non-Convertible Debentures	-	(177.00)
	317.00	-
Total	2,628.86	1150.12

4.1 Term Loan from a Bank :

a) Term Loan is secured by way of floating first pari passu charge by way of hypothecation on certain identified loan fund balances of the Company.

b) Maturity profile and rate of interest of Term Loan:

Maturity profile	Rate of interest	Current Year	Previous Year
2017-18	8.75%	-	20.00
2018-19	8.65% to 8.75%	213.34	180.00
2019-20	8.40% to 8.65%	241.12	77.77
2020-21	8.40% to 8.65%	362.20	122.23
2021-22	8.45% to 8.50%	96.67	-
2022-23	8.50%	16.67	-
		930.00	400.00

4.2 Non-Convertible Debentures are secured by way of first charge on freehold land and hypothecation on certain identified loan fund balances of the Company.

Notes (Contd.)

to the Standalone Financial Statements

4.3 Maturity profile and rate of interest/ discounted rate of interest of Non-Convertible Debentures (NCDs) face value of ₹ 1,000,000/- each:

Particulars	As at March 31, 2018		As at March 31, 2017	
	Non-Current		Current	
	Current Year	Previous Year	Current Year	Previous Year
0.00% NCD redeemable in year 2017-18 *	-	-	-	100.00
0.00% NCD redeemable in year 2018-19 *	-	278.00	428.00	-
0.00% NCD redeemable in year 2019-20 *	264.70	64.70	-	-
0.00% NCD redeemable in year 2020-21 *	337.10	77.10	-	-
0.00% NCD redeemable in year 2021-22 *	228.90	-	-	-
0.00% NCD redeemable in year 2019-20 ***	317.00	-	-	-
9.55% NCD redeemable in year 2017-18	-	-	-	50.00
8.75% NCD redeemable in year 2017-18***	-	-	-	177.00
8.40% NCD redeemable in year 2018-19	-	75.00	75.00	-
8.81% NCD redeemable in year 2018-19	-	100.00	100.00	-
8.88% NCD redeemable in year 2018-19	-	15.00	15.00	-
8.89% NCD redeemable in year 2018-19	-	95.00	95.00	-
NCD redeemable in year 2017-18**	-	-	-	92.50
NCD redeemable in year 2018-19**	-	60.00	237.50	-
NCD redeemable in year 2019-20**	114.00	5.00	-	-
NCD redeemable in year 2020-21**	438.90	-	-	-
NCD redeemable in year 2021-22**	209.40	-	-	-
Total	1,910.00	769.80	950.50	419.50

* Redeemable at premium

** Market linked debentures (MLD)

***Unsecured

4.4 Finance lease obligations are secured by way of hypothecation of vehicles.

	As at March 31, 2018	(₹ in Crore) As at March 31, 2017
5. Other Non-Current Liabilities		
Interest/Premium accrued but not due on borrowings	59.36	11.37
Employee benefits payable	1.65	0.95
Total	61.01	12.32
6. Long Term Provisions		
For Standard Assets (refer note 37)	28.49	26.27
For employee benefits:		
Gratuity (refer note 28)	1.25	0.86
Total	29.74	27.13
7. Short Term Borrowings		
Unsecured		
Other loans and advances		
Commercial paper (refer note 7.1 and 7.2)	1,753.30	2,993.70
Less: Unamortised interest on commercial paper	(37.10)	(99.54)
	1,716.20	2,894.16
Inter Corporate Deposit	25.00	25.00
Total	1,741.20	2,919.16

7.1 The maximum amount of commercial paper outstanding at any time during the year was ₹ 5,363.70 crore (Previous year ₹ 6,141.70 crore).

7.2 Interest rate of commercial paper issued during the year ranges from 6.50% to 11.25% p.a. (Previous year 6.40% to 12.00% p.a.)

8. Trade Payables

There are no dues payable to Micro and Small Enterprises under the Micro, Small and Medium Enterprises Development Act, 2006 based on information available with the company.

Particulars	(₹ in Crore)	
	As at March 31, 2018	As at March 31, 2017
(i) Principal amount remaining unpaid to any supplier as at the end of the accounting year	-	-
(ii) Interest due thereon remaining unpaid to any supplier as at the end of the accounting year	-	-
(iii) The amount of interest paid along with the amounts of the payment made to the supplier beyond the appointed day	-	-
(iv) The amount of interest due and payable for the year	-	-
(v) The amount of interest accrued and remaining unpaid at the end of the accounting year	-	-
(vi) The amount of further interest due and payable even in the succeeding year, until such date when the interest dues as above are actually paid	-	-
9. Other Current Liabilities		
Current maturities of long term borrowings:		
- Term Loan from Banks (refer note 4.1)	213.34	20.00
- Non-Convertible Debentures (refer note 4.2 and 4.3)	950.50	419.50
Less: Unamortised discount on non convertible debentures	(0.00)	(0.08)
	950.50	419.42
- Finance Lease Obligations (refer note 4.4 and 30)	0.01	0.34
Interest/Premium accrued but not due on borrowings	80.23	19.35
Income received in advance	2.72	6.18
Employee benefits payable	21.24	17.15
Statutory dues	8.29	0.88
Directors' commission payable	2.16	1.15
Total	1,278.49	484.47
10. Short Term Provisions		
For Taxation (net of advance tax)	2.41	2.62
For doubtful loans	1.68	4.14
For employee benefits:		
- Compensated absences	1.03	0.56
- Gratuity (refer note 28)	0.33	0.17
Total	5.45	7.49

Notes (Contd.)

to the Standalone Financial Statements

11. Property, Plant and Equipment

(₹ in Crore)

Description of Assets	Gross Block (At Cost)				Depreciation / Amortisation				Net Block
	As at April 1, 2017	Additions	Deductions / Adjustments	As at March 31, 2018	Up to March 31, 2017	For the year	Deductions / Adjustments	Up to March 31, 2018	As at March 31, 2018
Tangible Assets									
Own Assets									
Freehold Land (refer note 11.1)	0.21	-	-	0.21	-	-	-	-	0.21
Furniture and Fixtures	0.52	0.07	-	0.59	0.17	0.09	-	0.26	0.33
Computers	0.75	1.16	0.10	1.81	0.46	0.30	0.01	0.75	1.06
Office Equipment	0.34	0.07	0.02	0.39	0.14	0.07	0.00	0.21	0.18
Vehicles	1.60	-	-	1.60	0.07	-	-	0.07	1.53
Leasehold Improvements	2.44	0.83	0.02	3.25	1.63	0.89	-	2.52	0.73
Leased Assets									
Vehicles (refer note 11.2)	1.55	-	0.27	1.28	0.89	0.62	0.27	1.24	0.04
Total	7.41	2.13	0.41	9.13	3.36	1.98	0.28	5.05	4.09
Intangible Assets									
Software	3.35	1.10	-	4.45	2.44	0.54	-	2.98	1.47
Total	3.35	1.10	-	4.45	2.44	0.54	-	2.98	1.47
Intangible assets Under Development									1.32

Previous Year

(₹ in Crore)

Description of Assets	Gross Block (At Cost)				Depreciation / Amortisation				Net Block
	As at April 1, 2016	Additions	Deductions / Adjustments	As at March 31, 2017	Up to March 31, 2016	For the year	Deductions / Adjustments	Up to March 31, 2017	As at March 31, 2017
Tangible Assets									
Own Assets									
Freehold Land (refer note 11.1)	0.21	-	-	0.21	-	-	-	-	0.21
Furniture and Fixtures	0.43	0.22	0.13	0.52	0.13	0.08	0.04	0.17	0.35
Computers	0.58	0.17	-	0.75	0.32	0.14	-	0.46	0.30
Office Equipment	0.16	0.19	0.01	0.34	0.08	0.07	0.01	0.14	0.20
Vehicles	-	1.60	-	1.60	-	0.07	-	0.07	1.53
Leasehold Improvements	1.81	1.09	0.46	2.44	1.07	0.86	0.30	1.63	0.81
Leased Assets									
Vehicles (refer note 11.2)	1.55	-	-	1.55	0.40	0.49	-	0.89	0.66
Total	4.74	3.27	0.60	7.41	2.00	1.71	0.35	3.36	4.05
Intangible Assets									
Software	3.11	0.24	-	3.35	2.02	0.42	-	2.44	0.91
Total	3.11	0.24	-	3.35	2.02	0.42	-	2.44	0.91
Intangible assets Under Development									0.66

11.1 Mortgaged as security against secured non-Convertible Debentures. (refer note 4.2)

11.2 Vendors have a lien over assets taken on lease.

	(₹ in Crore)			
	As at March 31, 2018		As at March 31, 2017	
	Nos.	₹ in Crore	Nos.	₹ in Crore
12. Non-Current Investments				
(Non Traded Fully Paid up)				
a) Equity Shares				
In Subsidiary (unquoted)				
JM Financial Home Loans Ltd. of ₹ 10/- each	32,000,000	32.00	12,000,000	12.00
In Others (unquoted)				
Fairassets Technologies India Private Limited of ₹ 10/- each*	2	0.00	2	0.00
*₹ 11,542/- (Previous Year ₹ 11,542)				
b) Preference Shares				
In Others (unquoted)				
10% Participating non-cumulative redeemable preference shares of JM Financial Properties & Holdings Limited of ₹ 10/- each	-	-	95,050,000	95.05
Compulsory Convertible Preference Share				
Fairassets Technologies India Private Limited - Series A3 of ₹ 5,771.13/- each	12,508	7.22		
Fairassets Tech India Private Ltd. -Series B of ₹ 7,395.15/- each	406	0.30	-	-
c) Debentures				
In Others (unquoted)				
Compulsory Convertible Debentures				
Fairassets Technologies India Private Limited - Series A of ₹ 5,771.13 each	-	-	12,508	7.22
Total		39.52		114.27
12.1 Aggregate cost of:				
Unquoted Investments		39.52		114.27
Total		39.52		114.27
13. Deferred Tax Assets (Net)				
Difference between books and tax written down value of fixed assets		0.77		0.69
Provision for standard assets		9.86		9.09
Provision for doubtful loans		-		1.43
Disallowances under section 43B of the Income Tax Act, 1961		1.76		1.22
Total		12.39		12.43

	(₹ in Crore)			
	As at March 31, 2018		As at March 31, 2017	
	Nos.	₹ in Crore	Nos.	₹ in Crore
14. Long Term Loans And Advances				
(Unsecured unless otherwise stated and considered good)				
Loan funds:				
Secured*				
Secured*		3,363.74		2,614.40
Unsecured		-		2.84
		3,363.74		2,617.24
Advance tax (net of provision for tax)		17.27		16.07
Security deposits		0.98		8.39
Capital advances		1.10		0.63
Staff loans		-		0.01
Total		3,383.08		2,642.34

*includes loan funds of ₹178.50 crore (Previous year ₹ 316.00 crore) in the form of Non-convertible debentures.

Notes (Contd.)

to the Standalone Financial Statements

	As at March 31, 2018	As at March 31, 2017
(₹ in Crore)		
15. Current Investments		
i. (Quoted)		
Mutual Fund Units of ₹ 10/- each fully paid up		
93,071,574 (Previous year Nil) units		
HDFC Mutual Fund Floating Rate Income Fund	0.26	-
ii. (Unquoted)		
Mutual Fund Units of ₹ 10/- each fully paid up		
745,131,822 (Previous Year Nil) - JM Floater Long Term Fund	2.01	-
Security Receipts		
200,000 (Previous Year 200,000) Class A Security Receipts of ₹ 1,000/- each fully paid up (Face value partly redeemed)	3.26	5.71
5,35,500 Trust - Sr-I Security Receipts of ₹ 1,000/- each fully paid up	53.55	-
Total	59.08	5.71
15.1 Aggregate cost of:		
Quoted investments	0.26	-
Unquoted investments	58.82	5.71
Total	59.08	5.71
15.2 Market Value of quoted Investments	0.28	-
16. Stock-In-Trade		
(At lower of cost and fair value)		
Debt instruments (refer note 16.1)	-	9.86
Total	-	9.86
16.1 Debt instruments includes interest accrued of ₹ Nil (Previous year ₹ 0.18 crore)		
17. Cash and Bank Balances		
Cash and cash equivalents		
Balances with banks		
- in current accounts	10.45	14.02
- in deposit accounts	185.30	177.75
	195.75	191.77
Other bank balances		
In deposit accounts under lien against which overdraft facilities are availed (refer note 17.1)	205.50	60.00
Total	401.25	251.77
17.1 Deposit accounts under lien of ₹ 205.50 crore (Previous year ₹ 60.00 crore) against which overdraft facilities remained outstanding as at the year end of ₹ Nil (Previous year ₹ Nil)		
18. Short Term Loans and Advances		
(Unsecured unless otherwise stated)		
Loan funds:		
Secured	3,161.72	2,281.36
Unsecured	56.84	600.22
	3,218.56	2,881.58
Accrued Interest on loan funds	41.53	30.93
Others*	90.20	2.42
Total	3,350.29	2,914.93
* includes prepaid expenses, Goods & Service Tax input credit receivable, receivable on account of warehousing investments etc.		
19. Other Current Assets		
Accrued interest on deposits with banks	0.24	0.14
Total	0.24	0.14

	(₹ in Crore)	
	For the year ended March 31, 2018	For the year ended March 31, 2017
20. Revenue from Operations		
Income from funding activities	770.19	603.03
Income from trading in debt instruments (net)	5.58	36.70
Interest/premium on debentures	35.18	7.59
Advisory and other fees	61.56	32.81
Total	872.51	680.13
21. Other Income		
Interest on		
- Fixed deposits with banks	0.12	2.62
- Others	0.55	1.16
	0.67	3.78
Dividend on investments		
- Long Term	-	0.07
	-	0.07
Profit on sale of investments		
- Current (net)	30.25	16.65
Provision for bonus written back	0.14	1.26
Provision for doubtful loans written back (net)	4.14	4.47
Miscellaneous Income	0.08	0.04
Profit on Sale of Fixed Assets (net)	0.13	-
Total	35.41	26.27
22. Employee benefits Expense		
Salaries, bonus, other allowances and benefits [net of recoveries of ₹ 8.00 crore, Previous year ₹ 7.94 crore]	37.74	22.25
Contribution to provident and other funds (refer note 28)	1.33	0.77
Gratuity (refer note 28)	0.56	0.24
Staff welfare expenses	0.20	0.11
Total	39.83	23.37
23. Finance Costs		
Interest on fixed loans	488.14	343.13
Interest on bank overdraft	0.57	0.75
Interest on others	0.16	0.23
Total	488.87	344.11
24. Provision for Loans		
Provision on standard assets	2.22	-
Provision on non-performing assets	1.68	-
	3.90	-

Notes (Contd.)

to the Standalone Financial Statements

	For the year ended March 31, 2018	(₹ in Crore) For the year ended March 31, 2017
25. Operating and Other Expenses		
Professional and consultancy charges	9.45	4.73
Space and other related costs (refer note 30) [net of recoveries of ₹ 0.03 crore (Previous year ₹ 0.03 crore)]	10.42	7.47
Rates and taxes	5.83	8.34
Membership and subscription	0.90	0.55
Manpower cost	0.85	0.67
Auditors' remuneration (refer note 27)	0.12	0.14
Electricity	0.68	0.40
Communication expenses	0.10	0.09
Travelling and conveyance	0.71	0.47
Insurance	0.28	0.24
Printing and stationery	0.10	0.05
Repairs and maintenance - others	0.64	0.27
Loss on fixed assets sold/discarded (net)	-	0.25
Loss on sale of long term investment	-	0.41
Loan funds written off	4.16	0.55
Donations	6.26	5.70
Directors' commission	2.16	1.15
Sitting fees to directors	0.14	0.15
Miscellaneous expenses	2.35	1.83
Total	45.15	33.46
26. Contingent Liabilities and commitments		
(a) Contingent Liabilities not provided for in respect of:		
Estimated liability on account of disallowance u/s 14A of Income Tax Act 1961, for AY 2010-11 for which appeal was pending before Income Tax Appellate Tribunal (ITAT). Now during the FY18 the order has been decided in our favour.	-	0.30
(b) Capital Commitments:		
Estimated amount of contracts remaining to be executed on capital account and not provided for	1.14	4.20
27. Payment to Auditors': (Excluding service tax/goods & service tax)		
Audit Fees	0.08	0.08
In any other manner (Certifications, limited reviews, etc.)	0.04	0.06
Out of pocket expenses *	0.00	0.00
* ₹ 23,670/- (Previous year ₹ 30,953/-)		
Total	0.12	0.14
28. Employee Benefits		

Short-term employee benefits:

The Company provides for accumulated compensated absences as at balance sheet date using full cost method to the extent leave will be utilised. The charge for the current year is disclosed under Salaries and Bonus.

Defined Contribution Plan:

Contributions are made to Government Provident Fund and Family Pension Fund which covers all regular employees. While both the employees and the Company make predetermined contributions to the provident fund, contribution to the family pension fund are made only by the Company. The contributions are normally based on a certain proportion of the employee's salary. Amount recognized as expense in respect of these defined contribution plans, aggregate ₹ 1.33 crore (Previous year ₹ 0.77 crore).

				(₹ in Crore)	
				For the year ended March 31, 2018	For the year ended March 31, 2017
Defined Benefit Plan: [Gratuity (Unfunded)]					
I. Reconciliation of liability recognised in the Balance Sheet					
Fair value of plan assets as at the end of the year				-	-
Present value of obligation as at the end of the year				1.58	1.03
Net liability in the Balance Sheet				1.58	1.03
II. Movement in net liability recognised in the Balance Sheet					
Net liability as at the beginning of the year				1.03	0.83
Net expense recognised in the statement of profit and loss				0.56	0.24
Liabilities Assumed on Acquisition/(Settled on Divestiture)				0.07	0.05
Payments during the year				(0.07)	(0.09)
Net liability as at the end of the year				1.58	1.03
III. Expense recognised in the statement of profit and loss (Under the head employee benefit expenses)					
Current Service Cost				0.16	0.08
Interest Cost				0.08	0.07
Past Service Cost				0.43	-
Actuarial Losses/ (Gains)				(0.11)	0.09
Expenses charged to statement of profit and loss				0.56	0.24
IV. Reconciliation of defined benefit commitments					
Commitments at the beginning of the year				1.03	0.83
Current Service Cost				0.16	0.08
Interest Cost				0.08	0.07
Past Service Cost				0.43	-
Actuarial Losses/(Gains)				(0.11)	0.09
Liabilities Assumed on Acquisition/(Settled on Divestiture)				0.07	0.05
Benefits Paid				(0.07)	(0.09)
Commitments at the year end				1.58	1.03
V. Experience Adjustments					
	March 31, 2014	March 31, 2015	March 31, 2016	March 31, 2017	March 31, 2018
Defined Benefit Obligation	0.97	0.93	0.83	1.03	1.58
Plan Assets	-	-	-	-	-
Surplus/(Deficit)	(0.97)	(0.93)	(0.83)	(1.03)	(1.58)
Experience Adj. on Plan Liabilities	0.04	(0.03)	0.05	0.03	(0.03)
Experience Adj. on Plan Assets	-	-	-	-	-
VI. Actuarial Assumptions					
Mortality table				Indian Assured Lives (2006-08) Ultimate	Indian Assured Lives (2006-08) Ultimate
Discount rate (per annum)				7.85%	7.20%
Rate of escalation in salary (per annum)				7.00%	7.00%

The estimates of rate of escalation in salary considered in actuarial valuation, take into account inflation, seniority, promotion and other relevant factors including supply and demand in the employment market. The above information is certified by the actuary.

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29. Related Party Disclosure:

Names of related parties and description of Relationship

(i) Names of related parties and description of relationship where control exists

Holding Company

JM Financial Limited

Subsidiaries

JM Financial Home Loans Limited (with effect from December 16,2016)

(ii) Names of related parties and description of relationship where transactions have taken place

(A) Enterprises that directly, or indirectly through one or more intermediaries, control, or are controlled by, or are under common control with, the reporting enterprises.

Holding Company

JM Financial Limited

Subsidiaries

JM Financial Home Loans Limited (with effect from December 16,2016)

Fellow Subsidiaries

JM Financial Services Limited

JM Financial Commtrade Limited

Astute Investments

JM Financial Properties & Holdings Limited

CR Retail Malls (India) Limited

JM Financial Investment Managers Limited (upto January 18 2018)

JM Financial Institutional Securities Limited (upto January 18, 2018)

JM Financial Capital Limited

JM Financial Credit Solutions Limited

JM Financial Asset Reconstruction Company Limited

(B) Key Management Personnel and relatives of such Personnel:

Mr. Vishal Kampani

(C) Enterprises over which any person described in (B) is able to exercise significant influence:

JSB Securities Limited

(iii) Details of transactions with related parties

Name of the related party	Nature of relationship	(₹ in Crore)	
		Year ended March 31, 2018	Year ended March 31, 2017
JM Financial Limited	(A)		
Dividend paid		49.01	98.01
Reimbursement of employees expenses		1.94	0.92
Sales of Pref shares of JM Financial Prop Holdings		95.05	-
Inter Corporate Deposit taken		345.00	-
Inter Corporate Deposit repaid		345.00	-
Interest expenses on ICD taken		0.19	-
JM Financial Home Loan Limited	(A)		
Investment in equity shares		20.00	12.00
Recovery of expenses		-	0.13
Sale of Fixed Assets		0.12	-

(₹ in Crore)			
Name of the related party	Nature of relationship	Year ended March 31, 2018	Year ended March 31, 2017
JM Financial Services Limited			
	(A)		
Inter Corporate Deposits given		615.00	500.00
Inter Corporate Deposits repaid		615.00	500.00
Interest income on Inter Corporate Deposits given		0.52	0.50
Issue of market linked debentures		68.89	104.76
Arrangers Fees/Brokerage charges		0.08	0.01
Demat charges paid*		0.00	0.00
* ₹ 1,500/- (Previous year ₹ 1,500/-)			
Transfer of Gratuity/Liability		0.01	-
JM Financial Properties & Holdings Limited			
	(A)		
Inter Corporate Deposits given		13.07	139.55
Inter Corporate Deposits repaid		61.07	91.55
Interest income on Inter Corporate Deposits given		2.06	1.81
Space & other related cost paid		8.32	5.60
Reimbursement of expenses (paid)		1.52	2.08
Refund of Property Deposit		8.00	-
Security Deposits given		-	2.82
Closing balance as at the year end - ICD given - debit		-	48.00
Closing balance as at the year end - Security Deposit given - debit		-	8.00
JM Financial Institutional Securities Limited			
	(A)		
Transfer of Gratuity liability received		0.07	-
Reimbursement of expenses		0.01	0.03
JM Financial Investment Managers Limited			
	(A)		
Inter Corporate Deposits given		2.85	2.70
Inter Corporate Deposits repaid		2.85	5.20
Interest income on Inter Corporate Deposits given		0.02	0.24
Reimbursement of Expenses		0.12	-
Astute Investments			
	(A)		
Recovery of rent expenses		0.03	0.03
Loan Given		311.12	227.56
Loan repaid		311.12	227.56
Interest income on loan given		0.68	0.24
JM Financial Capital Limited			
	(A)		
Transfer of Gratuity Liability		0.04	-
Transfer of Staff Loan Liability (Recd.)*		0.00	-
* ₹ 17,000/- (Previous year - ₹ NIL)			
Inter Corporate Deposits taken		137.00	-
Inter Corporate Deposits repaid		137.00	-
Interest expenses on Inter Corporate Deposits taken		0.03	-
Inter Corporate Deposits given		349.00	2.70
Inter Corporate Deposits repaid		349.00	2.70
Interest income on Inter Corporate Deposits taken		0.36	0.01

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Name of the related party	Nature of relationship	(₹ in Crore)	
		Year ended March 31, 2018	Year ended March 31, 2017
JM Financial Credit Solutions Limited	(A)		
Inter Corporate Deposits taken		-	75.00
Inter Corporate Deposits repaid		-	75.00
Inter Corporate Deposits given		125.00	130.00
Inter Corporate Deposits repaid		125.00	130.00
Interest income on Inter Corporate Deposits given		0.19	0.08
Interest expenses on Inter Corporate Deposits taken		-	0.02
Transfer of gratuity liability paid		-	0.04
Recovery of expenses/support service charges		8.00	7.94
Closing balance as at the year end - debit		-	0.99
CR Retail Malls (India) Limited	(A)		
Inter Corporate Deposits given		97.72	1.50
Inter Corporate Deposits repaid		67.72	1.50
Interest income on Inter Corporate Deposits given*		0.92	0.00
* Previous year (₹ 35,600/-)			
Closing balance as at the year end - debit		30.00	-
JM Financial Commtrade Limited	(A)		
Inter Corporate Deposits given		-	10.00
Inter Corporate Deposits repaid		-	10.00
Interest income on Inter Corporate Deposits given		-	0.03
JM Financial Assets Reconstruction Company Ltd	(A)		
Inter Corporate Deposits given		200.00	-
Inter Corporate Deposits repaid		200.00	-
Interest income on Inter Corporate Deposits given		0.55	-
Transfer of Gratuity/Liability		0.04	-
Management Fees Paid		0.42	-
Mr. Vishal Kampani	(B)		
Managerial remuneration		13.17	11.23
Closing Balance as at the year end - (credit)		(11.50)	(10.00)
JSB Securities Limited	(C)		
Space cost paid		-	0.50
Security Deposits given		-	0.60
Security Deposits refunded		-	0.60

29.1 There are no provision for doubtful debts/advances or amounts written off or written back for debts due from/due to related parties.

29.2 Managerial remuneration excludes provision for gratuity as the incremental liability has been accounted for by the Company as a whole.

29.3 The transactions disclosed above are exclusive of Service Tax/Goods and Services Tax.

30. Lease Transactions

Finance leases

The Company has taken vehicles on finance lease for a period of 36 months. The minimum lease rentals outstanding as at the year end are as under:

	(₹ in Crore)		
Due	Total Minimum Lease Payments outstanding as at the year end	Interest expenses	Present value of the minimum lease payments
Not later than one year	0.02	0.01	0.01
	(0.46)	(0.12)	(0.34)
Later than one year and not later than five years	-	-	-
	(0.48)	(0.09)	(0.39)
Later than five years	-	-	-
	(-)	(-)	(-)
	0.02	0.01	0.01
Total	(0.94)	(0.21)	(0.73)

Figures in brackets are for previous year.

Operating leases

The Company has taken certain premises on non-cancellable operating lease basis. The tenure of such agreements ranges upto 60 months.

The minimum lease rentals outstanding in respect of these are as under:

Due	Total Minimum Lease Payments outstanding as at 31st March, 2018	Total Minimum Lease Payments outstanding as at 31st March, 2017
Not later than one year	9.20	-
Later than one year and not later than five years	36.05	-
Later than five years	-	-
Total	45.26	-

Lease payments recognised in the Statement of Profit and Loss for the year are ₹ 8.32 crore (Previous Year ₹ Nil crore).

The Company has taken certain assets (Premises and Furniture and Fixtures) on cancellable operating lease for the period of 33 months to 60 months.

31. Earnings per share is calculated by dividing the profit attributable to the equity shareholders by the weighted average number of equity shares outstanding during the year, as under:

Particulars	Previous year	
	Rupees in crore	Rupees in crore
Profit after tax attributable to equity shareholders (Rupees in crore)	212.93	197.23
Weighted average number of shares outstanding during the year	544,500,000	544,500,000
Basic and Diluted Earnings per share (Rupees)	3.91	3.62
Nominal value per share (Rupees)	10.00	10.00
32. Expenditure in Foreign Currency		
Reimbursement of expenses*	-	0.00
*₹ Nil (Previous year ₹ 13,522)		

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33. Segment Information

(a) Primary Segment of the Company is business segment. Segments have been identified and reported taking into account the nature of services, the differing risks and returns and the internal reporting structure. The Company has identified two business segments:

- Fund Based Activities: This includes Margin Funding, Initial Public Offering Funding, Loan Against Shares, Wholesale loans etc.
- Trading in Debt Securities: This includes purchase and sale of debt securities and related interest income thereon.

(b) Revenues and expenses have been identified to a segment on the basis of relationships to operating activities of the segment. Revenue and expenses which relates to Company as a whole and are not allocable to a segment on a reasonable basis have been disclosed as "unallocable".

Investments, tax related/other assets and liabilities that cannot be allocated to a segment on a reasonable basis have been disclosed as "unallocable".

(c) Segment information for primary segment reporting (by Business Segment):

(₹ in Crore)

Particulars	Funding based activities	Trading in Debt Securities	Total
Segment Revenue	866.93	5.58	872.51
	<i>643.43</i>	<i>36.70</i>	<i>680.13</i>
Segment Results before unallocated interest and taxes	300.06	0.73	300.78
	<i>264.85</i>	<i>19.21</i>	<i>284.06</i>
Unallocable Corporate Income/(Expenses) (Net)			26.86
			<i>19.27</i>
Profit before Tax			327.65
			<i>303.33</i>
Tax Expense			114.72
			<i>106.10</i>
Net Profit after Tax			212.93
			<i>197.23</i>
Other Information:			
Segment Assets	7,004.78	10.20	7,014.98
	<i>5,609.64</i>	<i>20.04</i>	<i>5,629.68</i>
Unallocable Corporate Assets			237.75
			<i>327.39</i>
Total Assets			7,252.74
			<i>5,957.07</i>
Segment Liabilities	5,742.37	9.54	5,751.91
	<i>4,609.31</i>	<i>1.20</i>	<i>4,610.51</i>
Unallocable Corporate Liabilities			4.57
			<i>3.77</i>
Total Liabilities			5,756.48
			<i>4,614.28</i>
Capital Expenditure	3.24	-	3.24
	<i>3.51</i>	-	<i>3.51</i>
Depreciation/Amortization	2.52	0.00	2.52
	<i>2.12</i>	<i>0.01</i>	<i>2.13</i>
Non Cash Expenditure	-	-	-
	-	-	-
Figures in italics indicates previous year figures.			

(d) The Company operates in only one geographical segment and hence no further information is provided.

34. Employee Stock Option Scheme

Based on the request made by JM Financial Products Limited ('the Company'), JM Financial Limited, in accordance with Securities And Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999, has granted the equity stock options, inter alia, to the eligible employees and/or directors (the Employees) of the Company. 523,817 stock options have been granted on April 21, 2011, 745,329 stock options have been granted on April 16, 2012, 724,998 stock options have been granted on May 6, 2013, 947,991 stock option have been granted on April 01, 2014, 173,991 stock option have been granted on April 16, 2015, 244,794 stock option have been granted on May 12, 2016 and 208635 stock option have been granted on April 20, 2017. The particulars of vesting of the stock options granted to the Employees are given in the below table.

The option shall be eligible for vesting as per following schedule:

Vesting Date	Series	No. of Stock Options	Status	Exercise Period	Exercise Price per Option (Rupees)
April 21, 2012	Series - IV	174,606	Vested	Seven years from the date of Grant	1
April 21, 2013	Series - IV	174,606	Vested	Seven years from the date of Grant	1
April 21, 2014	Series - IV	174,605	Vested	Seven years from the date of Grant	1
April 16, 2013	Series - V	248,443	Vested	Seven years from the date of Grant	1
April 16, 2014	Series - V	248,443	Vested	Seven years from the date of Grant	1
April 16, 2015	Series - V	248,443	Vested	Seven years from the date of Grant	1
May 6, 2014	Series - VI	241,666	Vested	Seven years from the date of Grant	1
May 6, 2015	Series - VI	241,666	Vested	Seven years from the date of Grant	1
May 6, 2016	Series - VI	241,666	Vested	Seven years from the date of Grant	1
April 1, 2015	Series - VII	315,997	Vested	Seven years from the date of Grant	1
April 1, 2016	Series - VII	315,997	Vested	Seven years from the date of Grant	1
April 1, 2017	Series - VII	315,997	Vested	Seven years from the date of Grant	1
April 16, 2016	Series - VIII	57,997	Vested	Seven years from the date of Grant	1
April 16, 2017	Series - VIII	57,997	Vested	Seven years from the date of Grant	1
April 16, 2018	Series - VIII	57,997	To be vested	Seven years from the date of Grant	1
May 12, 2016	Series - IX	81,598	Vested	Seven years from the date of Grant	1
May 12, 2017	Series - IX	81,598	Vested	Seven years from the date of Grant	1
May 12, 2018	Series - IX	81,598	To be vested	Seven years from the date of Grant	1
April 21, 2018	Series - X	69,545	To be vested	Seven years from the date of Grant	1
April 21, 2019	Series - X	69,545	To be vested	Seven years from the date of Grant	1
April 21, 2020	Series - X	69,545	To be vested	Seven years from the date of Grant	1

The current status of the stock options granted to the Employees is as under:

Particulars	Number of outstanding options	
	Current year	Previous year
Outstanding at the beginning of the year	597,210	568,660
Granted during the year	208,635	244,794
Transfer in/ (out) during the year	128,862	12,022
Lapsed/ forfeited during the year	30,000	3,999
Exercised during the year	245,351	224,267
Outstanding at the end of the year	659,356	597,210
Exercisable at the end of the year	136,666	104,423

The charge on account of the above scheme is included in employee benefits expense aggregating ₹1.94 crore (Previous year ₹ 0.92 crore). Since the options are granted by JM Financial Limited, the Holding company, basic and diluted earnings per share of the Company would remain unchanged.

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35. Disclosure required in terms of Regulation 34(3) and 53(f) Of Securities And Exchange Board of India (Listing Obligations And Disclosure Requirements) Regulations, 2015:

a) Loans and advances in the nature of loans given to subsidiaries and associates:

(₹ in Crore)			
Name of the company	Relationship	Maximum Balance	Closing Balance
JM Financial Services Limited	Fellow Subsidiary	75.00	-
		(100.00)	(-)
JM Financial Investment Managers Limited (upto January 18, 2018)	Fellow Subsidiary	2.20	-
		(5.10)	(-)
JM Financial Institutional Securities Limited (upto January 18, 2018)	Fellow Subsidiary	-	-
		(-)	(-)
JM Financial Credit Solutions Limited	Fellow Subsidiary	125.00	-
		(130.00)	(-)
JM Financial Properties & Holdings Limited	Fellow Subsidiary	54.00	-
		(48.00)	(48.00)
JM Financial Commtrade Limited	Fellow Subsidiary	-	-
		(10.00)	(-)
Astute Investments	Fellow Subsidiary	80.93	-
		(21.36)	(-)
CR Retail Malls (India) Limited	Fellow Subsidiary	42.61	30.00
		(1.40)	(-)
JM Financial Capital Limited	Fellow Subsidiary	65.00	-
		(2.70)	(-)
JM Financial Asset Reconstruction Private Limited	Fellow Subsidiary	100.00	-
		(51.00)	(-)

Loans and advances shown above are interest bearing, repayable on demand and are utilised for their business purposes. (figures in brackets indicates previous year figures)

36. Corporate Governance and Disclosure Norms for NBFCs:

(As stipulated in Annexure 4 of Circular No. DNBR (PD) CC No. 002/03.10.001/2014-15, dated November 10, 2014)

36.1 Capital Risk Adequacy Ratio (CRAR):

(₹ in Crore)		
Particulars	Current year	Previous year
CRAR (%)	21.67%	21.06%
CRAR - Tier I capital (%)	21.26%	20.64%
CRAR - Tier II capital (%)	0.41%	0.42%
Amount of subordinated debt raised as Tier II capital	-	-
Amount raised by issue of Perpetual Debt instruments	-	-

36.2 Exposures

(₹ in Crore)		
Particulars	Current year	Previous year
I. Exposure to Real Estate Sector		
a) Direct Exposure		
(i) Residential Mortgages		
Lending fully secured by mortgages on residential property that is or will be occupied by the borrower or that is rented; (Individual housing loans up to ₹ 15 lakh may be shown separately)	118.49	42.40
Individual housing loans up to ₹ 15 lakh	1.28	-
(ii) Commercial Real Estate*		
Lending secured by mortgages on commercial real estates (office buildings, retail space, multipurpose commercial premises, multi family residential buildings, multi tenanted commercial premises, industrial or warehouse space, hotels, land acquisition, development and construction, etc.).		
Exposure would also include non-fund based (NFB) limits;	2,051.97	2,776.63

* Also includes Commercial Real Estate exposure in Investments.

(iii) Investments in Mortgage Backed Securities (MBS) and other securitised exposures-		
a) Residential,	-	-
b) Commercial Real Estate.	-	-
b) Indirect Exposure		
Fund based and non fund based exposures on National Housing Bank (NHB) and Housing Finance Companies (HFCs).	32.00	12.00
II Exposure to Capital Market		
(i) direct investment in equity shares, convertible bonds, convertible debentures and units of equity-oriented mutual funds the corpus of which is not exclusively invested in corporate debt;	-	-
(ii) advances against shares/bonds/debentures or other securities or on clean basis to individuals for investment in shares (including IPOs/ESOPs), convertible bonds, convertible debentures, and units of equity-oriented mutual funds;	541.19	326.54
(iii) advances for any other purposes where shares or convertible bonds or convertible debentures or units of equity oriented mutual funds are taken as primary security;	1,540.24	1,695.70
(iv) advances for any other purposes to the extent secured by the collateral security of shares or convertible bonds or convertible debentures or units of equity oriented mutual funds i.e. where the primary security other than shares/convertible bonds/convertible debentures/units of equity oriented mutual funds 'does not fully cover the advances;	-	-
(v) secured and unsecured advances to stockbrokers and guarantees issued on behalf of stockbrokers and market makers;	107.33	17.33
(vi) loans sanctioned to corporates against the security of shares/bonds/debentures or other securities or on clean basis for meeting promoter's contribution to the equity of new companies in anticipation of raising resources;	-	-
(vii) bridge loans to companies against expected equity flows/issues;	-	-
(viii) all exposures to Venture Capital Funds (both registered and unregistered)	-	-
Total Exposure to Capital Market	2,188.76	2,039.57
III Details of financing of parent company products	Nil	Nil
IV Details of Single Borrower Limit (SGL)/Group Borrower Limit (GBL) exceeded by the NBFC	Nil	Nil
V Unsecured Advances		
Amount of advances given against intangible securities	Nil	Nil

36.3 Asset Liability Management Maturity pattern of certain items of Assets and Liabilities: (₹ in Crore)

Particulars	upto	Over 1	Over 2	Over 3	Over 6	Over 1 year	Over 3 years	Over 5 years	Total
	30/31 days	month upto 2 months	months upto 3 months	months upto 6 months	months upto 1 year	upto 3 years	upto 5 years		
Liabilities									
Borrowing from Banks	20.00	20.00	20.00	60.00	93.34	586.67	129.99	-	930.00
	(-)	(-)	(-)	(-)	(20.00)	(257.77)	(122.23)	(-)	(400.00)
Market Borrowings	312.20	406.03	760.92	673.42	539.13	1,472.38	439.82	-	4,603.90
	(453.61)	(285.70)	(661.84)	(620.95)	(1,316.83)	(693.01)	(77.10)	(-)	(4,109.04)
Foreign currency liabilities	-	-	-	-	-	-	-	-	-
	(-)	(-)	(-)	(-)	(-)	(-)	(-)	(-)	(-)
Assets									
Advances	532.27	483.66	222.18	510.72	1,469.73	2,507.48	717.35	138.89	6,582.28
	(659.88)	(285.32)	(273.79)	(1,041.72)	(620.87)	(1,992.39)	(482.67)	(142.18)	(5,498.82)
Deposits	-	-	-	-	-	0.01	0.96	0.01	0.98
	(-)	(-)	(-)	(-)	(0.38)	(-)	(8.00)	(0.01)	(8.39)
Investments	2.27	-	-	-	56.81	-	-	39.52	98.60
	(-)	(-)	(-)	(5.71)	(-)	(-)	(-)	(114.27)	(119.98)
Foreign currency assets	-	-	-	-	-	-	-	-	-
	(-)	(-)	(-)	(-)	(-)	(-)	(-)	(-)	(-)

Figures in brackets are for previous year

Notes:

- Information on maturity pattern of advances for which there are no specified repayment terms are based on the reasonable assumptions.
- The above statement includes only certain items of assets and liabilities (as stipulated in Annexure 4 of Circular No. DNBR (PD) CC No. 002/03.10.001/2014-15, dated November 10, 2014) and therefore does not reflect the complete asset liability maturity pattern of the Company.

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36.4 Liabilities side

	(₹ in Crore)	
	Amount outstanding	Amount overdue
(l) Loans and advances availed by the non-banking financial company inclusive of interest accrued thereon but not paid:		
(a) Debentures		
(i) Secured	2,682.79	-
	(1,040.26)	(-)
(ii) Unsecured (other than falling within the meaning of public deposits)	318.60	-
	(177.34)	(-)
(b) Deferred Credits	-	-
	(-)	(-)
(c) Term Loans	930.23	-
	(400.00)	(-)
(d) Inter-corporate loans and borrowing	25.53	-
	(27.07)	(-)
(e) Commercial Paper (net of unamortised discount)	1,716.20	-
	(2,894.16)	(-)
(f) Other Loans (Please Specify)		
Overdraft Accounts	-	-
	(-)	(-)
Cash Credits	0.14	-
	(40.74)	(-)
CBLO Borrowing (net of unamortised discount)	-	-
	(-)	(-)
Working capital demand loan	-	-
	(-)	(-)
Due under finance lease	0.01	-
	(0.73)	(-)

Assets side	(₹ in Crore)
	Amount outstanding
(II) Break up of Loans and Advances including bills receivables (other than those included in (IV) below):	
(a) Secured	6,525.46
	(4,895.76)
(b) Unsecured	56.84
	(603.06)
(III) Break up of Leased Assets and stock on hire and other assets counting towards AFC activities:	
(a) Lease assets including lease rentals under sundry debtors:	
(i) Financial Lease	-
	(-)
(ii) Operating Lease	-
	(-)
(b) Stock on hire including hire charges under sundry debtors:	-
(i) Assets on hire	(-)
	-
(ii) Repossessed Assets	(-)
	-
(c) Other loans counting towards AFC activities:	(-)
(i) Loans where assets have been repossessed	-
	(-)
(ii) Loans other than (a) above	-
	(-)
(IV) Break – up of Investments:	
(a) Current Investments:	
1. Quoted:	
(i) Shares:	
(a) Equity	-
	(-)
(b) Preference	-
	(-)
(ii) Debentures and Bonds	-
	(-)
(iii) Units of Mutual Funds	0.26
	(-)
(iv) Government Securities	
(v) Others (Please Specify)	-
	(-)
2. Unquoted:	-
(i) Shares:	(-)
(a) Equity	-
	(-)
(b) Preference	-
	(-)
(ii) Debentures and Bonds	-
	(-)

Notes (Contd.)

to the Standalone Financial Statements

		(₹ in Crore)
Assets side		Amount outstanding
(iii)	Units of Mutual Funds	2.01
		(-)
(iv)	Government Securities	-
		(-)
(v)	Others (Please Specify)	-
	Class A Security Receipts	56.81
		(5.71)
1.	Quoted:	
(i)	Shares:	
(a)	Equity	-
		(-)
(b)	Preference	-
		(-)
(ii)	Debentures and Bonds	-
		(-)
(iii)	Units of Mutual Funds	-
		(-)
(iv)	Government Securities	-
		(-)
(v)	Others (Please Specify)	-
		(-)
2.	Unquoted:	
(i)	Shares:	
(a)	Equity	32.00
		(12.00)
(b)	Preference	7.52
		(95.05)
(ii)	Debentures and Bonds	-
		(7.22)
(iii)	Units of Mutual Funds	-
		(-)
(iv)	Government Securities	-
		(-)
(v)	Others (Please Specify)	-
		(-)

(V) Borrower group – wise classification of assets financed as in (II) and (III) above: (₹ in Crore)

Category	Amount net of provisions		Total
	Secured	Unsecured	
(a) Related Parties			
(i) Subsidiaries	-	-	-
	(-)	(-)	(-)
(ii) Companies in the same group	-	30.00	30.00
	(-)	(48.00)	(48.00)
(iii) Other related parties	-	-	-
	(-)	(-)	(-)
(b) Other than related parties	6,525.46	26.84	6,552.29
	(4,895.76)	(555.06)	(5,450.82)
	6,525.46	56.84	6,582.29
	(4,895.76)	(603.06)	(5,498.82)
Less: Provision for non-performing assets			1.68
			(4.14)
Total			6,580.61
			(5,494.68)

(VI) Investor group-wise classification of all investments (current and long term) in shares and securities (both quoted and unquoted):

Category	Market Value/ Breakup or fair value or NAV	Book Value (Net of Provisions)
(a) Related Parties		
(i) Subsidiaries	30.62	32.00
	(12.00)	(12.00)
(ii) Companies in the same group *	-	-
	(95.05)	(95.05)
(iii) Other related parties	-	-
	(-)	(-)
(b) Other than related parties **	69.62	66.60
	(13.43)	(12.93)
Total	100.23	98.60
	(120.48)	(119.98)

(VII) Other Information

Particulars	Amount
(a) Gross Non – Performing Assets	
(i) Related Parties	-
	(-)
(ii) Other than related parties	16.84
	(4.14)
(b) Net Non – Performing Assets	
(i) Related Parties	-
	(-)
(ii) Other than related parties	15.14
	(-)
(c) Assets acquired in satisfaction of debt	-
	(-)

(figures in brackets indicates previous year figures)

* Non cumulative redeemable preference shares and therefore considered at cost.

** cost is considered wherever fair value is not available

36.5 There are no restructured advances as on March 31, 2018, hence disclosure of information as required in terms of sub-Para 9 of Paragraph 27 of Systemically Important Non-Banking Financial (Non-Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2015 (issued vide Notification No. DNBR.009/CGM(CDS)-2015 dated March 27, 2015) is not warranted.

Notes (Contd.)

to the Standalone Financial Statements

	(₹ in Crore)	
Particulars	Current year	Previous year
36.6 Investments		
(a) Value of Investments		
(i) Gross Value of Investments		
(a) in India	98.60	119.98
(b) outside India	-	-
(ii) Provision for depreciation		
(a) in India	-	-
(b) outside India	-	-
(iii) Net Value of Investments		
(a) in India	98.60	119.98
(b) outside India	-	-
(b) Movement of provisions held towards depreciation on investments		
(i) Opening balances	-	-
(ii) Add : Provisions made during the year	-	-
(iii) Less : Write-off/write-back of excess provisions during the year	-	-
(iv) Closing balance	-	-
36.7 Additional & Miscellaneous Disclosures		
(I) Registration obtained from other financial sector regulators		
Company has not registered with other financial sector regulators except with Reserve Bank of India		
(II) Disclosure of Penalties imposed by RBI and other regulators	Nil	Nil
(III) Ratings assigned by credit rating agencies and migration of ratings during the year:		
Rating particulars	Rating Agency	Rating assigned
Commercial Paper Programme	ICRA Limited	ICRA A1+
	CARE Ratings Limited	Care A1+
	CRISIL Limited	Crisil A1+
Non-Convertible Debentures	ICRA Limited	ICRA AA / Stable
	CARE Ratings Limited	Care AA/Stable
	CRISIL Limited	Crisil AA / Stable
Bank Loan facility	ICRA Limited	ICRA AA / Stable
	CRISIL Limited	Crisil AA / Stable
Long Term Principal Protected Equity Linked Debentures Programme	ICRA Limited	PP-MLD[ICRA] AA / Stable
During the current year, We have obtained rating from Care Ratings Limited.		
(IV) Net Profit or Loss for the period, prior period items and changes in accounting policies:		
There are no prior period items and changes in accounting policies impacting net profit for the year		
(V) Revenue Recognition:		
Revenue Recognition has not been postponed on account of pending resolution of significant uncertainties		
(VI) Provisions and Contingencies		(₹ in Crore)
Break up of 'Provisions and Contingencies' shown under the head Expenditure in Profit and Loss Account	Current year	Previous year
Provisions for depreciation on Investment	-	-
Provision towards NPA	1.68	-
Provision made towards Income tax	114.68	104.70
Other Provision and Contingencies (with details)	-	-
Provision for Standard Assets	2.22	-
(VII) Draw Down from Reserves	Nil	Nil

(VIII) Concentration of Deposits, Advances, Exposures and NPAs

	(₹ in Crore)	
	Current year	Previous year
(a) Concentration of Deposits (for deposit taking NBFCs)		
Total Deposits of twenty largest depositors	NA	NA
Percentage of Deposits of twenty largest depositors to Total Deposits of the NBFC	NA	NA
(b) Concentration of Advances		
Total advances to twenty largest borrowers (₹ in crore)	3,039.32	2,772.98
Percentage of advances to twenty largest borrowers to total advances of the NBFC	46.17%	53.50%
(c) Concentration of Exposures		
Total exposure to twenty largest borrowers/customers (₹ in crore)	3,050.74	2,777.04
Percentage of Exposures to twenty largest borrowers/customers to total exposure of the NBFC on borrowers/customers	46.10%	53.23%
(d) Concentration of NPAs		
Total exposure to top four NPA accounts (Rupees in crore)	16.83	3.53
(e) Sector-wise NPAs		
Sector	Percentage of NPAs to Total Advances in that sector	Percentage of NPAs to Total Advances in that sector
Agriculture & allied activities	-	-
MSME	-	-
Corporate borrowers	0.41%	0.05%
Services	-	-
Unsecured personal loans	-	-
Auto loans	-	-
Other personal loans	-	-
Other loans	-	0.21%
(IX) Movement of NPAs		
	Current year	Previous year
(i) Net NPAs to Net Advances (%)	0.00%	0.00%
(ii) Movement of NPAs (Gross)		
(a) Opening balance	4.14	20.32
(b) Additions during the year	19.91	0.01
(c) Reductions during the year	7.22	16.19
(d) Closing balance	16.83	4.14
(iii) Movement of Net NPAs		
(a) Opening balance	-	11.71
(b) Additions during the year	17.86	-
(c) Reductions during the year	2.72	11.71
(d) Closing balance	15.14	-
(iv) Movement of provisions for NPAs (excluding provisions on standard assets)		
(a) Opening balance	4.14	8.61
(b) Provisions made during the year	2.05	0.01
(c) Write-off/write-back of excess provisions	4.51	4.48
(d) Closing balance	1.68	4.14

Notes (Contd.)

to the Standalone Financial Statements

(X) Disclosure of Complaints

Customer Complaints

Particulars		
No. of complaints pending at the beginning of the year		Nil
No. of complaints received during the year		8
No. of complaints redressed during the year		8
No. of complaints pending at the end of the year		Nil

(XI) Disclosure in respect of derivatives, securitisation transactions, overseas assets (for those with joint ventures and subsidiaries abroad), off balance sheet SPV's sponsored are not applicable for the year to the Company.

37. Provision for Standard Assets

To ensure that Non-Banking Financial Companies (NBFC) create a financial buffer to protect them from the effect of economic downturns, the Reserve Bank of India (RBI) issued a Notification No. DNBS.222/CGM(US)-2011 dated January 17, 2011, requiring all NBFCs to make a general provision at 0.40 per cent of the outstanding standard assets. The Company had in the past created provision for standard assets as per guidelines prescribed by the Board of Directors which is sufficient to comply with the aforesaid RBI notification.

	(₹ in Crore)	
	Current year	Previous year
Movement in Provision for standard assets		
(a) Opening balance as at the beginning of the year	26.27	26.27
(b) Provisions made during the year	2.22	-
(c) Utilisation of Provisions during the year*	-	-
(d) Reversal of Provisions during the year*	-	-
(e) Closing balance as at the end of the year	28.49	26.27

38. Expenditure towards Corporate Social Responsibility as per Section 135 of the Companies Act, 2013 (read with schedule VII thereof)

- a) Gross amount required to be spent by the Company during the year – ₹ 5.26 crore (previous year, ₹ 4.70 crore)
- b) Amount spent and paid during the year by way of donations to charitable trusts – ₹ 5.26 crore (previous year, ₹ 4.70 crore)

39. Unhedged Foreign Currency Exposure

	(₹ in Crore)	
Particulars	Current year	Previous year
Foreign Currency Exposures (FCE) as on 31.03.2017	Nil	Nil
Total credit exposures (sanctioned) from banking system on 31.03.2017 (in foreign currency)	Nil	Nil

40. The Board of Directors of the Company has recommended a final dividend of ₹ 1/- per equity share for the year ended March 31, 2018 (Previous Year ₹ 1/- per equity share). The said dividend will be paid after the approval of shareholders at the Annual General Meeting. However, as per the requirements of revised AS 4, the Company is not required to provide for dividend proposed/declared after the balance sheet date. Consequently, no provision has been made in respect of the aforesaid dividend recommended by the Board of Directors for the year ended March 31, 2018.

41. Figures of previous year have been rearranged/regrouped/reclassified wherever necessary to correspond with the current year's classification/disclosure.

In terms of our report attached
For Deloitte Haskins & Sells LLP
 Chartered Accountants

For and on behalf of the Board of Directors

G. K. Subramaniam
 Partner

Vishal Kampani
 Managing Director
 DIN – 00009079

V. P. Shetty
 Chairman
 DIN – 00021773

Place: Mumbai
Date: April 30, 2018

Milind Gandhi
 Chief Financial Officer

Reena Sharda
 Company Secretary

Independent Auditors' Report

TO THE MEMBERS OF JM FINANCIAL PRODUCTS LIMITED Report on the Consolidated Financial Statements

We have audited the accompanying consolidated financial statements of **JM FINANCIAL PRODUCTS LIMITED** (hereinafter referred to as the "Holding Company") and its subsidiary (the Holding Company and its subsidiary together referred to as the "Group"), comprising of the Consolidated Balance Sheet as at 31st March, 2018, the Consolidated Statement of Profit and Loss, the Consolidated Cash Flow Statement for the year then ended, and a summary of the significant accounting policies and other explanatory information (hereinafter referred to as the "consolidated financial statements").

Management's Responsibility for the Consolidated Financial Statements

The Holding Company's Board of Directors is responsible for the preparation of these consolidated financial statements in terms of the requirements of the Companies Act, 2013 (hereinafter referred to as "the Act") that give a true and fair view of the consolidated financial position, consolidated financial performance and consolidated cash flows of the Group in accordance with the Accounting Standards prescribed under section 133 of the Act read with the Companies (Accounting Standards) Rules, 2006, as amended ("Accounting Standards"), and other accounting principles generally accepted in India. The respective Board of Directors of the companies included in the Group are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Group and for preventing and detecting frauds and other irregularities; the selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the consolidated financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the consolidated financial statements by the Directors of the Holding Company, as aforesaid.

Auditor's Responsibility

Our responsibility is to express an opinion on these consolidated financial statements based on our audit. In conducting our audit, we have taken into account the provisions of the Act, the accounting and auditing standards and matters which are

required to be included in the audit report under the provisions of the Act and the Rules made thereunder.

We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the consolidated financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the consolidated financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Holding Company's preparation of the consolidated financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Holding Company's Board of Directors, as well as evaluating the overall presentation of the consolidated financial statements.

We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion on the consolidated financial statements.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid consolidated financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the Accounting Standards and other accounting principles generally accepted in India, of the consolidated state of affairs of the Group as at 31st March, 2018, and their consolidated profit and their consolidated cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements

As required by Section 143(3) of the Act, we report that:

- (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit of the aforesaid consolidated financial statements.

Independent Auditors' Report (Contd.)

- (b) In our opinion, proper books of account as required by law relating to preparation of the aforesaid consolidated financial statements have been kept so far as it appears from our examination of those books.
- (c) The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss, and the Consolidated Cash Flow Statement dealt with by this Report are in agreement with the relevant books of account maintained for the purpose of preparation of the consolidated financial statements.
- (d) In our opinion, the aforesaid consolidated financial statements comply with the Accounting Standards prescribed under Section 133 of the Act.
- (e) On the basis of the written representations received from the directors of the Holding Company and taken on record by the Board of Directors of the Holding Company and the report of the statutory auditors of its subsidiary company incorporated in India, none of the directors of the Group companies incorporated in India is disqualified as on 31st March, 2018 from being appointed as a director in terms of Section 164 (2) of the Act.
- (f) With respect to the adequacy of the internal financial controls over financial reporting and the operating effectiveness of such controls, refer to our separate Report in "Annexure A", which is based on the auditors' reports of the Holding company and its subsidiary company incorporated in India. Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the internal financial controls over financial reporting of those companies.
- (g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditor's) Rules, 2014, as amended, in our opinion and to the best of our information and according to the explanations given to us:
- i. There were no pending litigations as at 31st March, 2018 which would impact the consolidated financial position of the Group.
 - ii. The Group did not have any material foreseeable losses on long-term contracts including derivative contracts as at 31st March, 2018.
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Holding Company, and its subsidiary company incorporated in India.

For **Deloitte Haskins & Sells LLP**
Chartered Accountants
(Firm's Registration No. 117366W/W-100018)

G.K. Subramaniam
Partner
(Membership No. 109839)

Mumbai, 30th April, 2018

Independent Auditors' Report (Contd.)

ANNEXURE "A" TO THE INDEPENDENT AUDITORS' REPORT

(Referred to in paragraph 1 (f) under 'Report on Other Legal and Regulatory Requirements' of our report of even date)

Report on the Internal Financial Controls Over Financial Reporting under Clause (i) of Sub-section 3 of Section 143 of the Act

In conjunction with our audit of the consolidated financial statements of the Company as of and for the year ended 31st March, 2018, we have audited the internal financial controls over financial reporting of JM FINANCIAL PRODUCTS LIMITED (hereinafter referred to as "the Holding Company") and its subsidiary company incorporated in India, as of that date.

Management's Responsibility for Internal Financial Controls

The respective Board of Directors of the Holding Company and its subsidiary company incorporated in India, are responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act.

Auditor's Responsibility

Our responsibility is to express an opinion on the internal financial controls over financial reporting of the Holding Company and its subsidiary company incorporated in India, based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") issued by the Institute of Chartered Accountants of India and the Standards on Auditing prescribed under Section 143(10) of the Act, to the extent applicable to an audit of internal financial controls. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the internal financial controls system over financial reporting of the Holding Company and its subsidiary company incorporated in India.

Meaning of Internal Financial Controls Over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over

Independent Auditors' Report (Contd.)

financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, to the best of our information and according to the explanations given to us, the Holding Company and its subsidiary company incorporated in India, have, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st March, 2018, based on the internal control over financial reporting criteria established by the respective companies considering the essential components of internal control stated in the Guidance Note issued by the Institute of Chartered Accountants of India.

For Deloitte Haskins & Sells LLP
Chartered Accountants
(Firm's Registration No. 117366W/W-100018)

G.K. Subramaniam
Partner
(Membership No. 109839)

Mumbai, 30th April, 2018

Consolidated Balance Sheet

as at March 31, 2018

	Note No.	As at March 31, 2018	(₹ in Crore) As at March 31, 2017
Equity and Liabilities			
Shareholders' funds			
Share capital	2	544.50	544.50
Reserves and surplus	3	950.38	798.29
		1,494.88	1,342.79
Non-Current Liabilities			
Long-term borrowings	4	2,628.86	1,150.12
Other non-current liabilities	5	61.01	12.32
Long-term provisions	6	29.83	27.13
		2,719.70	1,189.57
Current Liabilities			
Short-term borrowings	7	1,741.20	2,919.16
Trade payables:	8		
- Dues to micro and small enterprises		0.01	-
- Others		12.46	13.60
Other current liabilities	9	1,279.45	484.47
Short-term provisions	10	5.60	7.51
		3,038.72	3,424.74
Total		7,253.30	5,957.10
Assets			
Non-current assets			
Property, plant and equipment	11		
Tangible assets		4.33	4.05
Intangible assets		1.47	0.91
Intangible assets under development		2.03	0.66
Non-current investments	12	7.52	102.27
Deferred tax assets (net)	13	12.46	12.46
Long-term loans and advances	14	3,401.84	2,642.34
		3,429.65	2,762.69
Current assets			
Current investments	15	59.08	5.71
Stock-in-trade	16	-	9.86
Cash and bank balances	17	413.84	263.63
Short-term loans and advances	18	3,350.40	2,914.93
Other current assets	19	0.33	0.28
		3,823.65	3,194.41
Total		7,253.30	5,957.10
Notes to the Consolidated Financial Statements	1 to 38		

In terms of our report attached
For Deloitte Haskins & Sells LLP
 Chartered Accountants

For and on behalf of the Board of Directors

G. K. Subramaniam
 Partner

Vishal Kampani
 Managing Director
 DIN – 00009079

V. P. Shetty
 Chairman
 DIN – 00021773

Place: Mumbai
 Date: April 30, 2018

Milind Gandhi
 Chief Financial Officer

Reena Sharda
 Company Secretary

Consolidated Statement of Profit and Loss

for the year ended March 31, 2018

	Note No.	For the year ended March 31, 2018	(₹ in Crore) For the year ended March 31, 2017
Revenue from operations	20	873.23	680.13
Other Income	21	36.43	26.43
Total Revenue		909.66	706.56
Expenses			
Employee benefits expense	22	42.15	23.37
Finance costs	23	488.87	344.11
Provision for loan	24	3.95	-
Depreciation / amortization expense	11	2.54	2.13
Operating and other expenses	25	45.94	33.62
Total Expenses		583.45	403.23
Profit before Tax		326.21	303.33
Tax Expense			
Current tax		114.50	104.73
Deferred tax		0.00	1.37
Short provision for income tax in respect of earlier years		0.18	-
Total		114.68	106.10
Profit after Tax		211.53	197.23
Earning per Equity Share			
(Face value of ₹ 10/- each)			
Basic and Diluted (in Rupees)		3.88	3.62
Notes to the consolidated financial statements	1 to 38		

In terms of our report attached
For Deloitte Haskins & Sells LLP
 Chartered Accountants

For and on behalf of the Board of Directors

G. K. Subramaniam
 Partner

Vishal Kampani
 Managing Director
 DIN – 00009079

V. P. Shetty
 Chairman
 DIN – 00021773

Place: Mumbai
 Date: April 30, 2018

Milind Gandhi
 Chief Financial Officer

Reena Sharda
 Company Secretary

Consolidated Statement of Cash Flow

for the year ended March 31, 2018

Particulars	(₹ in Crore)	
	Year ended March 31, 2018	Year ended March 31, 2018
A. Net Profit before tax	326.23	303.33
Adjustment for :		
Depreciation/ Amortisation	2.54	2.13
Loss on fixed assets sold/ discarded (net)	-	0.25
Profit on Sale of Fixed Assets (net)	(0.13)	-
Loan funds written off	4.16	0.55
Interest expenses - Others	0.16	0.23
Provision for doubtful loans written back(net)	(4.14)	(4.47)
Provision for Non Performing Assets	1.68	-
Provision for standard assets	2.26	-
Interest Income on fixed deposits with Banks and others	(1.22)	(3.94)
Provision for bonus - written back	(0.14)	(1.26)
Dividend on long term investments	-	(0.07)
Loss on sale of long term investments	-	0.41
Profit on sale of current investments	(30.37)	(16.65)
Operating Profit before Working Capital Changes	301.03	280.51
Changes in working capital		
Adjustment for (increase)/ decrease in operating assets:		
Loans and advances and other current assets	(1,179.52)	(2,329.76)
Stock-in-trade	9.86	247.04
Loans disbursed	(17.84)	-
Operating fixed deposits with banks	(145.50)	-
Accrued interest income related to operating activities	0.01	0.08
Adjustment for increase/ (decrease) in operating liabilities:		-
Trade payables, other liabilities and provisions	10.91	18.54
Accrued interest expenses related to operating activities	108.87	20.39
Cash (used in) from operations	(912.18)	(1,763.20)
Direct taxes paid (net)	(116.15)	(105.74)
Net Cash (used in) Operating Activities (A)	(1,028.33)	(1,868.94)
B. Cash flow from Investing Activities		
Purchase of fixed assets	(5.20)	(3.95)
Sale of fixed assets	0.14	-
Purchase of long term investments	(0.30)	(230.22)
Sale of long term investments	95.05	226.94
(Purchase)/ sale of current investments (net)	(23.01)	16.65
Interest received	1.11	4.15
Dividend received	-	0.07
Net Cash flow from Investing Activities (B)	67.79	13.64

Particulars	(₹ in Crore)	
	Year ended March 31, 2018	Year ended March 31, 2018
C. Cash flow from Financing Activities		
Proceeds from long term borrowings (net)	1,885.83	972.35
Repayments of long term borrowings		-
Proceeds from short term borrowings (net)	(860.96)	567.12
Interest paid	(0.16)	(0.23)
Proceeds from issue of equity share capital	-	-
Dividend paid (Including Corporate Dividend Tax)	(59.46)	(119.94)
Net Cash flow from Financing Activities (C)	965.25	1,419.30
Net Increase / (decrease) in cash and cash equivalents (A+B+C)	4.71	(436.00)
Cash and cash equivalents at the beginning of the year	203.63	639.63
Cash and cash equivalents at the end of the year	208.34	203.63
Notes:		
(1) Reconciliation of cash and cash equivalents:		
As per Balance Sheet (Refer note 16)	413.84	263.63
Less: Balances with banks in deposit	205.50	60.00
As per Cash-flow statement	208.34	203.63
(2) Balances with banks in deposit includes ₹ 205.50 crore (Previous year ₹ 60.00 crore) placed as securities against overdraft facilities availed from the banks.		

In terms of our report attached
For Deloitte Haskins & Sells LLP
Chartered Accountants

For and on behalf of the Board of Directors

G. K. Subramaniam
Partner

Vishal Kampani
Managing Director
DIN – 00009079

V. P. Shetty
Chairman
DIN – 00021773

Place: Mumbai
Date: April 30, 2018

Milind Gandhi
Chief Financial Officer

Reena Sharda
Company Secretary

Notes

to the Consolidated Financial Statements

1. Principles of consolidation:

The consolidated financial statements relate to JM Financial Products Limited ("the Company") and its subsidiary, which together constitutes the Group. The consolidated financial statements have been prepared on the following basis:

- The financial statements of the subsidiary used in the consolidation are drawn upto the same reporting date as that of the Company i.e. 31st March, 2018.
- The financial statements of the Company and its subsidiary are combined on a line-by-line basis by adding together the book values of like items of assets, liabilities, income and expenses, after fully eliminating intra-group balances and intra-group transactions resulting in unrealized profits or losses in accordance with Accounting Standard (AS-21) "Consolidated Financial Statements".
- The consolidated financial statements are prepared using uniform accounting policies for like transactions and other events in similar circumstances and appropriate adjustments are made to the financial statements of subsidiary when they are used in preparing the consolidated financial statements that are presented in the same manner as the Company's separate financial statements.

The name of the subsidiary of the Company which is included in the consolidation and the Group's holding therein is as under:

Name of the Subsidiary	Country of Incorporation/Registration	Percentage of Holding
JM Financial Home Loans Limited	India	100%

2. Significant Accounting Policies

Basis of preparation of financial statements

The consolidated financial statements of the Group have been prepared in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP) to comply with the Accounting Standards specified under Section 133 of the Companies Act, 2013 ("the Act") read with relevant rules issued thereunder. The consolidated financial statements have been prepared on accrual basis under the historical cost convention.

Use of Estimates

The preparation of consolidated financial statements requires the management to make estimates and assumptions considered in the reported amount of assets

and liabilities (including contingent liabilities) as of the date of the consolidated financial statements and the reported amount of income and expenses during the reporting period. Management believes that the estimates used in preparation of the consolidated financial statements are prudent and reasonable. Difference between the actual and estimates are recognised in the period in which the results are known / materialised.

Property, Plant And Equipment

Property, Plant And Equipment are recorded at cost of acquisitions or construction. They are stated at historical cost less accumulated depreciation/ amortization and impairment loss, if any.

Depreciation

Depreciable amount for assets is the cost of an asset, or other amount substituted for cost, less its estimated residual value.

Depreciation on tangible Property, Plant And Equipments has been provided on the straight-line method as per the useful life prescribed in Schedule II to the Companies Act, 2013.

Leasehold improvements are depreciated over the period of lease or useful life of the asset whichever is lower.

Assets acquired under finance lease are depreciated over the period of lease.

Assets costing ₹ 5,000/- or less are depreciated at 100%.

Intangible Assets

Intangible assets are stated at cost less accumulated amortization and impairment loss, if any. Softwares are amortized over a period of five years on a straight line basis.

Impairment loss

Impairment loss is provided to the extent the carrying amount(s) of assets exceed their recoverable amount(s). Recoverable amount is the higher of an asset's net selling price and its value in use. Value in use is the present value of estimated future cash-flows expected to arise from the continuing use of the asset and from its disposal at the end of its useful life. Net selling price is the amount obtainable from sale of the asset in an arm's length transaction between knowledgeable, willing parties, less the costs of disposal.

Investments

Current investments are carried at lower of cost (Scrip wise) and fair value. Long term investments are carried at

cost. Provision is made to recognize a decline, other than temporary, in the carrying amount of long term investments.

Stock in Trade

Stock in trade is carried at lower of cost and fair value. Cost is determined on First in First Out basis.

Foreign Currency Transactions

Transactions in foreign currency are recorded at rates of exchange in force at the time the transactions are effected. At the year-end, monetary items denominated in foreign currency are reported using the closing rates of exchange. Exchange differences arising thereon and on realisation/ payment of foreign exchange are accounted in the relevant year as income or expense.

Revenue Recognition

Interest income is recognised on accrual basis except in case of non-performing assets where interest is accounted on realization. In other cases, income is recognised when there is no significant uncertainty as to determination or realization exists.

Provision for Non Performing Assets (NPA) and Standard Assets (SA)

"All loans and other credit exposures, where the installments are overdue for a period of four months or more are classified as NPA. Provision is made in respect of NPA and SA in accordance with the stipulations of Prudential Norms prescribed in the Master Direction - "Non-Banking Financial Company- Non-Systemically Important Non-Deposit taking Company (Reserve Bank) Directions, 2016 and Master Direction- Non-Banking Financial Company- Systemically Important Non-Deposit taking Company and Deposit taking Company (Reserve Bank) Directions, 2016."

Employee Retirement Benefits

(a) Post Employment Benefits and Other Long Term Benefits:

Defined Contribution Plan:

The Group contributes towards Provident Fund and Family Pension Fund. Liability in respect thereof is determined on the basis of contribution as required under the Statute/ Rules.

Defined Benefit Plans:

In respect of gratuity, provision is made based upon the actuarial valuation done at the end of every

financial year using "Projected unit Credit Method". Major drivers in actuarial assumption, typically, are years of services and employees compensation. Gains and losses on changes in actuarial assumption are charged to the statement of profit and loss.

(b) Short term employee benefits:

Short term employee benefits are recognized as expense at the undiscounted amount in the statement of profit and loss of the year in which the related services are rendered.

Borrowing costs

Borrowing costs that are attributable to the acquisition, construction or production of qualifying assets are capitalized as a part of costs of such assets. A qualifying asset is one that necessarily takes a substantial period of time to get ready for its intended use. All other borrowing costs are charged to revenue.

Taxes on income

Tax expense comprises both current and deferred tax at the applicable enacted/ substantively enacted rates. Current tax represents the amount of income tax payable/ recoverable in respect of the taxable income/ loss for the reporting period. Deferred tax represents effect of timing differences between taxable income and accounting income for the reporting period that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax assets are recognized only to the extent that there is a reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realised. In case of existence of carry forward unabsorbed depreciation and tax losses, deferred tax assets are recognised only if there is virtual certainty supported by convincing evidence that deferred tax assets can be realised against future taxable profits.

Provisions and contingencies

A provision is recognized when the Group has a legal and constructive obligation as a result of a past event, for which it is probable that cash outflow will be required and a reliable estimate can be made of the amount of the obligation. A contingent liability is disclosed when the Group has a possible or present obligation where it is not probable that an outflow of resources will be required to settle it. Contingent assets are neither recognized nor disclosed.

Notes (Contd.)

to the Consolidated Financial Statements

2. Share Capital

	As at March 31, 2018	As at March 31, 2017
(₹ in Crore)		
Authorised:		
1,100,000,000 Equity Shares of ₹10/- each	1,100.00	1,100.00
100,000,000 Preference Shares of ₹10/- each	100.00	100.00
Total	1,200.00	1,200.00
Issued, Subscribed and Paid up Capital:		
544,500,000 Equity Shares of ₹10/- each fully paid up	544.50	544.50
Total	544.50	544.50

2.1 The Company has issued only one class of shares i.e. equity. The equity shareholders are entitled to dividend as and when dividend is declared and approved by the shareholders.

2.2 Details of Shareholding in excess of 5%:

Names of the Shareholders	Number of shares & % of holding	
JM Financial Limited and its nominees (5 shares held by nominees)	540,664,050	490,050,000
	99.30%	90.00%
JM Financial Institutional Securities Limited	-	50,461,850
	-	9.27%

3. Reserves and Surplus

	As at March 31, 2018	As at March 31, 2017
Securities Premium Reserve	38.23	38.23
Statutory Reserve		
(Under Section 45-IC of The Reserve Bank of India Act, 1934)		
Opening balance	233.29	193.29
Add : Transfer from the Statement of Profit and Loss	43.00	40.00
	276.29	233.29
Capital Redemption Reserve*		
*₹ 1,000/- (Previous year ₹ 1,000/-)	0.00	0.00
Balance in the Statement of Profit and Loss		
Opening balance	526.77	429.51
Profit for the year	211.54	197.23
Final / Interim dividend	(49.40)	(49.83)
Corporate dividend tax	(10.06)	(10.14)
Transferred to statutory reserve	(43.00)	(40.00)
	635.85	526.77
Total	950.37	798.29

4. Long-term Borrowings

	As at March 31, 2018	As at March 31, 2017
(₹ in Crore)		
Secured		
Term Loan from a Bank (Refer note 4.1)	930.00	400.00
Less: Current maturities of Term loans from Banks	(213.34)	(20.00)
	716.66	380.00
Non-Convertible Debentures (Refer note 4.2 and 4.3)	2,543.50	1,012.30
Less: Current maturities of Non-Convertible Debentures	(950.50)	(242.50)
Less: Unamortised discount on non-convertible debentures	(0.02)	(0.07)
Add: Premium on non-convertible debentures	2.22	-
	1,595.20	769.73
Finance lease obligations (Refer note 4.4 and 30)	0.01	0.73
Less: Current maturities of Finance Lease Obligations	(0.01)	(0.34)
	-	0.39
Unsecured		
Non-Convertible Debentures (Refer note 4.3)	317.00	177.00
Less: Current maturities of Non-Convertible Debentures	-	(177.00)
	317.00	-
Total	2,628.86	1,150.12

4.1 Term Loan from a Bank :

a) Term Loan is secured by way of floating first pari passu charge by way of hypothecation on certain identified loan fund balances of the Company.

b) Maturity profile and rate of interest of Term Loan:

Maturity profile	Rate of interest	Current Year	Previous Year
2017-18	8.75%	-	20.00
2018-19	8.65% to 8.75%	213.34	180.00
2019-20	8.40% to 8.65%	241.12	77.77
2020-21	8.40% to 8.65%	362.20	122.23
2021-22	8.45% to 8.50%	96.67	-
2022-23	8.50%	16.67	-
		930.00	400.00

4.2 Non-Convertible Debentures are secured by way of first charge on freehold land and hypothecation on certain identified loan fund balances of the Company.

Notes (Contd.)

to the Consolidated Financial Statements

4.3 Maturity profile and rate of interest/ discounted rate of interest of Non-Convertible Debentures (NCDs) face value of Rs. 1,000,000/- each:

Particulars	Non-Current		Current	
	Current Year	Previous Year	Current Year	Previous Year
0.00% NCD redeemable in year 2017-18 *	-	-	-	100.00
0.00% NCD redeemable in year 2018-19 *	-	278.00	428.00	-
0.00% NCD redeemable in year 2019-20 *	264.70	64.70	-	-
0.00% NCD redeemable in year 2020-21 *	337.10	77.10	-	-
0.00% NCD redeemable in year 2021-22 *	228.90	-	-	-
0.00% NCD redeemable in year 2019-20 ***	317.00	-	-	-
9.55% NCD redeemable in year 2017-18	-	-	-	50.00
8.75% NCD redeemable in year 2017-18***	-	-	-	177.00
8.40% NCD redeemable in year 2018-19	-	75.00	75.00	-
8.81% NCD redeemable in year 2018-19	-	100.00	100.00	-
8.88% NCD redeemable in year 2018-19	-	15.00	15.00	-
8.89% NCD redeemable in year 2018-19	-	95.00	95.00	-
NCD redeemable in year 2017-18**	-	-	-	92.50
NCD redeemable in year 2018-19**	-	60.00	237.50	-
NCD redeemable in year 2019-20**	114.00	5.00	-	-
NCD redeemable in year 2020-21**	438.90	-	-	-
NCD redeemable in year 2021-22**	209.40	-	-	-
Total	1,910.00	769.80	950.50	419.50

* Redeemable at premium

** Market linked debentures (MLD)

***Unsecured

4.4 Finance lease obligations are secured by way of hypothecation of vehicles.

	As at March 31, 2018	(₹ in Crore) As at March 31, 2017
5. Other Non-Current Liabilities		
Interest/Premium accrued but not due on borrowings	59.36	11.37
Employee benefits payable	1.65	0.95
Total	61.01	12.32
6. Long Term Provisions		
For Standard Assets (Refer note 37)	28.53	26.27
For employee benefits:		
Gratuity (Refer note 28)	1.30	0.86
Total	29.83	27.13
7. Short Term Borrowings		
Unsecured		
Other loans and advances		
Commercial paper (Refer note 7.1 and 7.2)	1,753.30	2,993.70
Less: Unamortised interest on commercial paper	(37.10)	(99.54)
	1,716.20	2,894.16
Inter Corporate Deposit	25.00	25.00
Total	1,741.20	2,919.16

7.1 The maximum amount of commercial paper outstanding at any time during the year was ₹ 5,363.70 crore (Previous year ₹ 6,141.70 crore).

7.2 Interest rate of commercial paper issued during the year ranges from 6.50% to 11.25% p.a. (Previous year 6.40% to 12.00% p.a.)

8. Trade Payables

There are no dues payable to Micro and Small Enterprises under the Micro, Small and Medium Enterprises Development Act, 2006 based on information available with the company.

Particulars	(₹ in Crore)	
	As at March 31, 2018	As at March 31, 2017
(i) Principal amount remaining unpaid to any supplier as at the end of the accounting year	0.01	-
(ii) Interest due thereon remaining unpaid to any supplier as at the end of the accounting year	-	-
(iii) The amount of interest paid along with the amounts of the payment made to the supplier beyond the appointed day	-	-
(iv) The amount of interest due and payable for the year	-	-
(v) The amount of interest accrued and remaining unpaid at the end of the accounting year	-	-
(vi) The amount of further interest due and payable even in the succeeding year, until such date when the interest dues as above are actually paid	-	-
9. Other Current Liabilities		
Current maturities of long term borrowings:		
- Term Loan from Banks (Refer note 4.1)	213.34	20.00
- Non-Convertible Debentures (Refer note 4.2 and 4.3)	950.50	419.50
Less: Unamortised discount on non-convertible debentures	(0.00)	(0.08)
Add: Premium on non-convertible debentures	-	-
	950.50	419.42
- Finance Lease Obligations (Refer note 4.4 and 30)	0.01	0.34
Interest/Premium accrued but not due on borrowings	80.23	19.35
Income received in advance	2.71	6.18
Employee benefits payable	22.05	17.15
Statutory dues	8.45	0.88
Directors' commission payable	2.16	1.15
Total	1,279.45	484.47
10. Short Term Provisions		
For Taxation (net of advance tax)	2.41	2.64
For doubtful loans	1.68	4.14
For employee benefits:		
- Compensated absences	1.17	0.56
- Gratuity (Refer note 28)	0.33	0.17
Total	5.59	7.51

Notes (Contd.)

to the Consolidated Financial Statements

11. Property, Plant and Equipment

Description of Assets	Gross Block (At Cost)				Depreciation / Amortisation				Net Block
	As at April 1, 2017	Additions	Deductions / Adjustments	As at March 31, 2018	Up to March 31, 2017	For the year	Deductions / Adjustments	Up to March 31, 2018	As at March 31, 2018
Tangible Assets									
Own Assets									
Freehold Land (Refer note 11.1)	0.21	-	-	0.21	-	-	-	-	0.21
Furniture and Fixtures	0.52	0.12	-	0.64	0.17	0.09	0.00	0.27	0.37
Computers	0.75	1.20	0.01	1.95	0.46	0.31	0.01	0.76	1.19
Office Equipment	0.34	0.08	-	0.42	0.14	0.08	0.00	0.22	0.21
Vehicles	1.60	-	-	1.60	0.07	-	-	0.07	1.53
Leasehold Improvements	2.44	0.85	-	3.29	1.63	0.90	-	2.53	0.77
Leased Assets									
Vehicles (Refer note 11.2)	1.55	-	0.27	1.29	0.89	0.62	0.27	1.24	0.05
Total	7.41	2.25	0.28	9.40	3.36	2.00	0.28	5.09	4.33
Intangible Assets									
Software	3.35	1.10	-	4.45	2.44	0.54	-	2.98	1.47
Total	3.35	1.10	-	4.45	2.44	0.54	-	2.98	1.47
Intangible assets Under Development									2.03

Description of Assets	Gross Block (At Cost)				Depreciation / Amortisation				Net Block
	As at April 1, 2016	Additions	Deductions / Adjustments	As at March 31, 2017	Up to March 31, 2016	For the year	Deductions / Adjustments	Up to March 31, 2017	As at March 31, 2017
Tangible Assets									
Own Assets									
Freehold Land (Refer note 11.1)	0.21	-	-	0.21	-	-	-	-	0.21
Furniture and Fixtures	0.43	0.22	0.13	0.52	0.13	0.08	0.04	0.17	0.35
Computers	0.58	0.17	-	0.75	0.32	0.14	-	0.46	0.30
Office Equipment	0.16	0.19	0.01	0.34	0.08	0.07	0.01	0.14	0.20
Vehicles	-	1.60	-	1.60	-	0.07	-	0.07	1.53
Leasehold Improvements	1.81	1.09	0.46	2.44	1.07	0.86	0.30	1.63	0.81
Leased Assets									
Vehicles (Refer note 11.2)	1.55	-	-	1.55	0.40	0.49	-	0.89	0.66
Total	4.74	3.27	0.60	7.41	2.00	1.71	0.35	3.36	4.05
Intangible Assets									
Software	3.11	0.24	-	3.35	2.02	0.42	-	2.44	0.91
Total	3.11	0.24	-	3.35	2.02	0.42	-	2.44	0.91
Intangible assets Under Development									0.66

11.1 Mortgaged as security against secured Non-Convertible Debentures. (Refer note 4.2)

11.2 Vendors have a lien over assets taken on lease.

	(₹ in Crore)			
	As at March 31, 2018		As at March 31, 2017	
	Nos.	₹ in Crore	Nos.	₹ in Crore
12. Non-Current Investments				
(Non Traded Fully Paid up)				
a) Equity Shares				
In Others (unquoted)				
Fairassets Technologies India Private Limited of ₹ 10/- each* *₹ 11,542/- (Previous Year ₹ 11,542)	2	0.00	2	0.00
b) Preference Shares				
In Others (unquoted)				
10% Participating non-cumulative redeemable preference shares of JM Financial Properties & Holdings Limited of ₹ 10/- each	-	-	95,050,000	95.05
Compulsory Convertible Preference Share				
Fairassets Technologies India Private Limited - Series A3 of ₹ 5,771.13/- each	12,508	7.22	-	-
Fairassets Tech India Private Ltd. -Series B of ₹ 7,395.15/- each	406	0.30	-	-
c) Debentures				
In Others (unquoted)				
Compulsory Convertible Debentures				
Fairassets Technologies India Private Limited - Series A of ₹ 5,771.13 each	-	-	12,508	7.22
Total		7.52		102.27
12.1 Aggregate cost of:				
Unquoted Investments		7.52		102.27
Total		7.52		102.27
13. Deferred Tax Assets (Net)				
Difference between books and tax written down value of fixed assets		0.77		0.69
Provision for standard assets		9.86		9.09
Provision for doubtful loans		0.01		1.43
Disallowances under section 43B of the Income Tax Act, 1961		1.82		1.25
Total		12.46		12.46

	(₹ in Crore)			
	As at March 31, 2018		As at March 31, 2017	
14. Long Term Loans And Advances				
(Unsecured unless otherwise stated and considered good)				
Loan funds:				
Secured*		3,381.57		2,614.40
Unsecured		-		2.84
		3,381.57		2,617.24
Advance tax (net of provision for tax)		17.34		16.07
Security deposits		1.24		8.39
Unamortised discount on non-convertible debentures		-		-
Capital advances		1.69		0.63
Staff loans		-		0.01
Total		3,401.84		2,642.34

*includes loan funds of ₹178.50 crore (Previous year 316.00 crore) in the form of Non-convertible debentures.

Loans granted by the company are secured by equitable mortgage / registered mortgage of the property and / or undertaking to create security and / or assignment of life insurance policies.

Notes (Contd.)

to the Consolidated Financial Statements

	As at March 31, 2018	As at March 31, 2017
(₹ in Crore)		
15. Current Investments		
i. (Quoted)		
Mutual Fund Units of ₹ 10/- each fully paid up		
93,071,574 (Previous year Nil) units		
HDFC Mutual Fund Floating Rate Income Fund	0.26	-
ii. (Unquoted)		
Mutual Fund Units of ₹ 10/- each fully paid up		
745,131.822 (Previous Year Nil) - JM Floater Long Term Fund	2.01	-
Security Receipts of ₹ 1,000/- each, fully paid-Up		
200,000 (Previous Year 200,000) Class A Security Receipts of ₹ 1,000/- each fully paid up (Face value partly redeemed)	3.26	5.71
Trust - Sr-I Security Receipts of ₹ 1,000/- each fully paid up	53.55	-
Total	59.08	5.71
15.1 Aggregate cost of:		
Quoted investments	0.26	-
Unquoted investments	58.82	5.71
Total	59.08	5.71
15.2 Market Value of quoted Investments	0.28	-
16. Stock-In-Trade		
Debt instruments	-	9.86
Total	-	9.86
16.1 Debt instruments includes interest accrued of ₹ Nil (Previous year ₹ 0.18 crore)		
17. Cash and Bank Balances		
Cash and cash equivalents		
Cash In hand	0.01	-
Demand Draft on Hand	0.01	-
	0.02	-
Balances with banks		
- in current accounts	13.77	14.13
- in deposit accounts	194.55	189.50
	208.32	203.63
Other bank balances		
In deposit accounts under lien against which overdraft facilities are availed (refer note 17.1)	205.50	60.00
Total	413.84	263.63
17.1 Deposit accounts under lien of ₹ 205.50 crore (Previous year ₹ 60.00 crore) against which overdraft facilities remained outstanding as at the year end of ₹ Nil (Previous year of ₹ Nil)		
18. Short Term Loans and Advances		
(Unsecured unless otherwise stated)		
Loan funds:		
Secured	3,161.72	2,281.36
Unsecured	56.93	600.22
	3,218.65	2,881.58
Accrued Interest on loan funds	41.53	30.93
Others*	90.22	2.42
Total	3,350.40	2,914.93
* includes prepaid expenses, Goods & Service Tax input credit receivable, receivable on account of warehousing investments etc.		
19. Other Current Assets		
Accrued interest on deposits with banks	0.33	0.28
Total	0.33	0.28

	For the year ended March 31, 2018	(₹ in Crore) For the year ended March 31, 2017
20. Revenue from Operations		
Income from funding activities	770.34	603.03
Income from trading in debt instruments (net)	5.58	36.70
Interest/premium on debentures	35.18	7.59
Advisory and other fees	62.13	32.81
Total	873.23	680.13
21. Other Income		
Interest on		
- Fixed deposits with banks	0.67	2.78
- Others	0.55	1.16
	1.22	3.94
Dividend on investments		
- Long Term	-	0.07
	-	0.07
Profit on sale of investments		
- Current (net)	30.37	16.65
Provision for bonus written back	0.14	1.26
Provision for doubtful loans written back (net)	4.14	4.47
Miscellaneous Income	0.43	0.04
Profit on Sale of Fixed Assets (net)	0.13	-
Total	36.43	26.43
22. Employee benefits Expense		
Salaries, bonus, other allowances and benefits [net of recoveries of ₹ 8.00 crore, Previous year ₹ 7.94 crore]	39.97	22.25
Contribution to provident and other funds (refer note 28)	1.40	0.77
Gratuity (Refer note 28)	0.57	0.24
Staff welfare expenses	0.21	0.11
Total	42.15	23.37
23. FINANCE COSTS		
Interest on fixed loans	488.14	343.13
Interest on bank overdraft	0.57	0.75
Interest on others	0.16	0.23
Total	488.87	344.11
24. Provision for Loans		
Provision on standard assets	2.27	-
Provision on non-performing assets	1.68	-
	3.95	-

Notes (Contd.)

to the Consolidated Financial Statements

	(₹ in Crore)	
	For the year ended March 31, 2018	For the year ended March 31, 2017
25. Operating and Other Expenses		
Professional and consultancy charges	9.81	4.73
Space and other related costs (Refer note 30) (net of recoveries of ₹ 0.03 crore, Previous year ₹ 0.03 crore)	10.46	7.47
Rates and taxes	6.04	8.48
Membership and subscription	0.91	0.55
Manpower cost	0.85	0.67
Auditors' remuneration (Refer note 27)	0.13	0.16
Electricity	0.68	0.40
Communication expenses	0.10	0.09
Travelling and conveyance	0.73	0.47
Insurance	0.30	0.24
Printing and stationery	0.14	0.05
Repairs and maintenance - others	0.64	0.27
Loss on fixed assets sold / discarded (net)	-	0.25
Loss on sale of long term investment	-	0.41
Loan funds written off	4.16	0.55
Donations	6.26	5.70
Directors' commission	2.16	1.15
Sitting fees to directors	0.14	0.15
Miscellaneous expenses	2.41	1.83
Total	45.94	33.63
26. Contingent Liabilities and commitments		
(a) Contingent Liabilities not provided for in respect of:		
Estimated liability on account of disallowance u/s 14A of Income Tax Act 1961, for AY 2010-11 for which appeal was pending before Income Tax Appellate Tribunal (ITAT). During the FY18 the order has been decided in our favour.	-	0.30
(b) Capital Commitments:		
Estimated amount of contracts remaining to be executed on capital account and not provided for	2.53	4.20
27. Payment to Auditors': (Excluding service tax)		
Audit Fees	0.09	0.09
In any other manner (Certifications, limited reviews, etc.)	0.04	0.06
Out of pocket expenses*	0.00	0.01
* ₹ 23,670/- (Previous year ₹ 30,953/-)		
Total	0.13	0.16
28. Employee Benefits		
Short-term employee benefits:		
The Group provides for accumulated compensated absences as at balance sheet date using full cost method to the extent leave will be utilised. The charge for the current year is disclosed under Salaries and Bonus.		
Defined Contribution Plan:		
Contributions are made to Government Provident Fund and Family Pension Fund which covers all regular employees. While both the employees and the Company make predetermined contributions to the provident fund, contribution to the family pension fund are made only by the Company. The contributions are normally based on a certain proportion of the employee's salary. Amount recognized as expense in respect of these defined contribution plans, aggregate ₹ 1.40 crore (Previous year 0.77 crore).		

	For the year ended March 31, 2018	For the year ended March 31, 2017
(₹ in Crore)		
Defined Benefit Plan: [Gratuity (Unfunded)]		
I. Reconciliation of liability recognised in the Balance Sheet		
Fair value of plan assets as at the end of the year	-	-
Present value of obligation as at the end of the year	1.64	1.03
Net liability in the Balance Sheet	1.64	1.03
II. Movement in net liability recognised in the Balance Sheet		
Net liability as at the beginning of the year	1.03	0.83
Net expense recognised in the statement of profit and loss	0.57	0.24
Liabilities Assumed on Acquisition/(Settled on Divestiture)	0.11	0.05
Payments during the year	(0.07)	(0.09)
Net liability as at the end of the year	1.64	1.03
III. Expense recognised in the statement of profit and loss (Under the head employee benefit expenses)		
Current Service Cost	0.17	0.08
Interest Cost	0.08	0.07
Past Service Cost	0.43	-
Actuarial Losses/ (Gains)	(0.11)	0.09
Expenses charged to statement of profit and loss	0.57	0.24
IV. Reconciliation of defined benefit commitments		
Commitments at the beginning of the year	1.03	0.83
Current Service Cost	0.17	0.08
Interest Cost	0.08	0.07
Past Service Cost	0.43	-
Actuarial Losses/(Gains)	(0.11)	0.09
Liabilities Assumed on Acquisition/(Settled on Divestiture)	0.11	0.05
Benefits Paid	(0.07)	(0.09)
Commitments at the year end	1.64	1.03
V. Experience Adjustments	March 31, 2018	March 31, 2017
Defined Benefit Obligation	1.63	1.03
Plan Assets	-	-
Surplus/(Deficit)	(1.63)	(1.03)
Experience Adj. on Plan Liabilities	(0.03)	0.03
Experience Adj. on Plan Assets	-	-
VI. Actuarial Assumptions	March 31, 2018	March 31, 2017
Mortality table	Indian Assured Lives (2006-08) Ultimate	Indian Assured Lives (2006-08) Ultimate
Discount rate (per annum)	7.85%	7.20%
Rate of escalation in salary (per annum)	7.00%	7.00%

The estimates of rate of escalation in salary considered in actuarial valuation, take into account inflation, seniority, promotion and other relevant factors including supply and demand in the employment market. The above information is certified by the actuary.

Notes (Contd.)

to the Consolidated Financial Statements

29. Related Party Disclosure:

Names of related parties and description of Relationship

(i) Names of related parties and description of relationship where control exists

Holding Company
JM Financial Limited

(ii) Names of related parties and description of relationship where transactions have taken place

(A) Enterprises that directly, or indirectly through one or more intermediaries, control, or are controlled by, or are under common control with, the reporting enterprises.

Holding Company
JM Financial Limited

Fellow Subsidiaries

JM Financial Services Limited
JM Financial Commtrade Limited
Astute Investments

JM Financial Properties & Holdings Limited

CR Retail Malls (India) Limited

JM Financial Investment Managers Limited (upto January 18, 2018)

JM Financial Institutional Securities Limited (upto January 18, 2018)

JM Financial Capital Limited

JM Financial Credit Solutions Limited

JM Financial Asset Reconstruction Company Limited

JM Financial Asset Management Limited

(B) Key Management Personnel and relatives of such Personnel:

Mr. Vishal Kampani

(C) Enterprises over which any person described in (B) is able to exercise significant influence:

JSB Securities Limited

(iii) Details of transactions with related parties

Name of the related party	Nature of relationship	₹ in Crore)	
		Year ended March 31, 2018	Year ended March 31, 2017
JM Financial Limited	(A)		
Dividend paid		49.01	98.01
Reimbursement of employees expenses		1.94	0.92
Sales of Pref. shares of JM Financial Prop Holdings		95.05	-
Inter Corporate Deposit taken		345.00	-
Inter Corporate Deposit repaid		345.00	-
Interest expenses on ICD taken		0.19	-
Closing Balance*		0.00	-
*₹ 41,333/- (Previous year ₹ Nil)			
JM Financial Services Limited	(A)		
Inter Corporate Deposits given		615.00	500.00
Inter Corporate Deposits repaid		615.00	500.00
Interest income on Inter Corporate Deposits given		0.52	0.50
Issue of market linked debentures		68.89	104.76
Arrangers Fees / Brokerage charges		0.08	0.01
Demat charges paid*		0.00	0.00

(₹ in Crore)			
Name of the related party	Nature of relationship	Year ended March 31, 2018	Year ended March 31, 2017
* ₹ 1,500/- (Previous year ₹ 1,500/-)			
Transfer of Gratuity/Liability		0.01	-
JM Financial Properties & Holdings Limited	(A)		
Inter Corporate Deposits given		13.07	139.55
Inter Corporate Deposits repaid		61.07	91.55
Interest income on Inter Corporate Deposits given		2.06	1.81
Space & other related cost paid		8.32	5.60
Reimbursement of expenses (paid)		1.56	2.08
Refund of Property Deposit		8.00	-
Security Deposits given		-	2.82
Closing balance as at the year end - ICD given - debit		-	48.00
Closing balance as at the year end - Security Deposit given - debit		-	8.00
JM Financial Institutional Securities Limited	(A)		
Transfer of Gratuity liability received		0.07	-
Reimbursement of expenses		0.01	0.03
JM Financial Investment Managers Limited	(A)		
Inter Corporate Deposits given		2.85	2.70
Inter Corporate Deposits repaid		2.85	5.20
Interest income on Inter Corporate Deposits given		0.02	0.24
Reimbursement of Expenses		0.12	-
Astute Investments	(A)		
Recovery of rent expenses		0.03	0.03
Loan Given		311.12	227.56
Loan repaid		311.12	227.56
Interest income on loan given		0.68	0.24
JM Financial Capital Limited	(A)		
Transfer of Gratuity/Liability		0.04	-
Transfer of Staff Loan Liability (Recd)*		0.00	-
* ₹ 17,000/- (Previous year ₹ NIL)			
Inter Corporate Deposits taken		137.00	-
Inter Corporate Deposits repaid		137.00	-
Interest expenses on Inter Corporate Deposits taken		0.03	-
Inter Corporate Deposits given		349.00	2.70
Inter Corporate Deposits repaid		349.00	2.70
Interest income on Inter Corporate Deposits taken		0.36	0.01

Notes (Contd.)

to the Consolidated Financial Statements

Name of the related party	Nature of relationship	(₹ in Crore)	
		Year ended March 31, 2018	Year ended March 31, 2017
JM Financial Credit Solutions Limited	(A)		
Inter Corporate Deposits taken		-	75.00
Inter Corporate Deposits repaid		-	75.00
Inter Corporate Deposits given		125.00	130.00
Inter Corporate Deposits repaid		125.00	130.00
Interest income on Inter Corporate Deposits given		0.19	0.08
Interest expenses on Inter Corporate Deposits taken		-	0.02
Transfer of gratuity liability paid		-	0.04
Recovery of expenses/support service charges		8.00	7.94
Closing balance as at the year end - debit		-	0.99
CR Retail Malls (India) Limited	(A)		
Inter Corporate Deposits given		97.72	1.50
Inter Corporate Deposits repaid		67.72	1.50
Interest income on Inter Corporate Deposits given*		0.92	0.00
* (Previous Year - ₹ 35,600/-)			
Closing balance as at the year end - debit		30.00	-
JM Financial Commtrade Limited	(A)		
Inter Corporate Deposits given		-	10.00
Inter Corporate Deposits repaid		-	10.00
Interest income on Inter Corporate Deposits given		-	0.03
JM Financial Assets Reconstruction Company Ltd	(A)		
Inter Corporate Deposits given		206.00	-
Inter Corporate Deposits repaid		206.00	-
Interest income on Inter Corporate Deposits given		0.55	-
Transfer of Gratuity/Liability		0.04	-
Management Fees Paid		0.42	-
JM Financial Asset Management Limited	(A)		
Rent Paid*		0.01	-
* ₹ 60,000/- (Previous year ₹ NIL)			
Mr. Vishal Kampani	(B)		
Managerial remuneration		13.17	11.23
Closing Balance as at the year end - (credit)		(11.50)	(10.00)
JSB Securities Limited	(C)		
Space cost paid		-	0.50
Security Deposits given		-	0.60
Security Deposits refunded		-	0.60

29.1 There are no provision for doubtful debts/advances or amounts written off or written back for debts due from/due to related parties.

29.2 Managerial remuneration excludes provision for gratuity as the incremental liability has been accounted for by the Company as a whole.

29.3 The transactions disclosed above are exclusive of Service Tax/Goods and Services Tax.

30. Lease Transactions
Finance leases

The Group has taken vehicles on finance lease for a period of 36 months. The minimum lease rentals outstanding as at the year end are as under:

			(₹ in Crore)
Due	Total Minimum Lease Payments outstanding as at the year end	Interest expenses	Present value of the minimum lease payments
Not later than one year	0.02	0.01	0.01
	(0.46)	(0.12)	(0.34)
Later than one year and not later than five years	-	-	-
	(0.48)	(0.09)	(0.39)
Later than five years	-	-	-
	(-)	(-)	(-)
Total	0.02	0.01	0.01
	(0.94)	(0.21)	(0.73)

Figures in brackets are for previous year.

Operating leases

The Group has taken certain premises on non-cancellable operating lease basis. The tenure of such agreements ranges upto 60 months.

The minimum lease rentals outstanding in respect of these are as under:

Due	Total Minimum Lease Payments outstanding as at March 31, 2018	Total Minimum Lease Payments outstanding as at March 31, 2017
Not later than one year	9.26	-
Later than one year and not later than five years	36.08	-
Later than five years	-	-
Total	45.34	-

Lease payments recognised in the Statement of Profit and Loss for the year are ₹ 8.36 crore (Previous year ₹ Nil).

The Company has taken certain assets (Premises and Furniture and Fixtures) on cancellable operating lease for the period of 23 months to 60 months.

- 31.** Earnings per share is calculated by dividing the profit attributable to the equity shareholders by the weighted average number of equity shares outstanding during the year, as under:

Particulars	(₹ in Crore)	
	March 31, 2018	March 31, 2017
Profit after tax attributable to equity shareholders (Rupees in crore)	211.53	197.23
Weighted average number of shares outstanding during the year	544,500,000	544,500,000
Basic and Diluted Earnings per share (Rupees)	3.88	3.62
Nominal value per share (Rupees)	10.00	10.00
32. Expenditure in Foreign Currency		
Reimbursement of expenses*	-	0.00
*₹ Nil (Previous year ₹ 13,522)		

Notes (Contd.)

to the Consolidated Financial Statements

33. Segment Information

(a) Primary Segment of the Group is business segment. Segments have been identified and reported taking into account the nature of services, the differing risks and returns and the internal reporting structure. The Company has identified two business segments:

- Fund Based Activities: This includes Margin Funding, Initial Public Offering Funding, Loan Against Shares, Wholesale loans etc.
- Trading in Debt Securities: This includes purchase and sale of debt securities and related interest income thereon.

(b) Revenues and expenses have been identified to a segment on the basis of relationships to operating activities of the segment. Revenue and expenses which relates to Group as a whole and are not allocable to a segment on a reasonable basis have been disclosed as "unallocable".

Investments, tax related/other assets and liabilities that cannot be allocated to a segment on a reasonable basis have been disclosed as "unallocable".

(c) Segment information for primary segment reporting (by Business Segment): (₹ in Crore)

Particulars	Funding based activities	Trading in Debt Securities	Total
Segment Revenue	866.93	5.58	872.51
	<i>643.43</i>	<i>36.70</i>	<i>680.13</i>
Segment Results before unallocated interest and taxes	300.06	0.73	300.78
	<i>264.85</i>	<i>19.21</i>	<i>284.06</i>
Unallocable Corporate Income/(Expenses) (Net)			25.45
			<i>19.27</i>
Profit before Tax			326.23
			<i>303.33</i>
Tax Expense			114.68
			<i>106.10</i>
Net Profit after Tax			211.54
			<i>197.23</i>
Other Information:			
Segment Assets	7,004.78	10.20	7,014.97
	<i>5,609.64</i>	<i>20.04</i>	<i>5,629.68</i>
Unallocable Corporate Assets			238.33
			<i>327.42</i>
Total Assets			7,253.30
			<i>5,957.10</i>
Segment Liabilities	5,742.37	9.54	5,751.91
	<i>4,609.31</i>	<i>1.20</i>	<i>4,610.51</i>
Unallocable Corporate Liabilities			6.51
			<i>3.80</i>
Total Liabilities			5,758.42
			<i>4,614.31</i>
Capital Expenditure	3.24	-	3.24
	<i>3.51</i>	-	<i>3.51</i>
Depreciation/Amortization	2.52	0.00	2.53
	<i>2.12</i>	<i>0.01</i>	<i>2.13</i>
Non Cash Expenditure	-	-	-
	-	-	-

Figures in italics indicates previous year figures.

(d) The Group operates in only one geographical segment and hence no further information is provided.

34. Employee Stock Option Scheme

Based on the request made by JM Financial Products Limited ('the Company'), JM Financial Limited, in accordance with Securities And Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999, has granted the equity stock options, inter alia, to the eligible employees and/or directors (the Employees) of the Company. 523,817 stock options have been granted on April 21, 2011, 745,329 stock options have been granted on April 16, 2012, 724,998 stock options have been granted on May 6, 2013, 947,991 stock option have been granted on April 01, 2014, 173,991 stock option have been granted on April 16, 2015, 244,794 stock option have been granted on May 12, 2016 and 208,635 stock option have been granted on April 20, 2017. The particulars of vesting of the stock options granted to the Employees are given in the below table.

The option shall be eligible for vesting as per following schedule:

Vesting Date	Series	No. of Stock Options	Status	Exercise Period	Exercise Price per Option (Rupees)
April 21, 2012	Series - IV	174,606	Vested	Seven years from the date of Grant	1
April 21, 2013	Series - IV	174,606	Vested	Seven years from the date of Grant	1
April 21, 2014	Series - IV	174,605	Vested	Seven years from the date of Grant	1
April 16, 2013	Series - V	248,443	Vested	Seven years from the date of Grant	1
April 16, 2014	Series - V	248,443	Vested	Seven years from the date of Grant	1
April 16, 2015	Series - V	248,443	Vested	Seven years from the date of Grant	1
May 6, 2014	Series - VI	241,666	Vested	Seven years from the date of Grant	1
May 6, 2015	Series - VI	241,666	Vested	Seven years from the date of Grant	1
May 6, 2016	Series - VI	241,666	Vested	Seven years from the date of Grant	1
April 1, 2015	Series - VII	315,997	Vested	Seven years from the date of Grant	1
April 1, 2016	Series - VII	315,997	Vested	Seven years from the date of Grant	1
April 1, 2017	Series - VII	315,997	Vested	Seven years from the date of Grant	1
April 16, 2016	Series - VIII	57,997	Vested	Seven years from the date of Grant	1
April 16, 2017	Series - VIII	57,997	Vested	Seven years from the date of Grant	1
April 16, 2018	Series - VIII	57,997	To be vested	Seven years from the date of Grant	1
May 12, 2016	Series - IX	81,598	Vested	Seven years from the date of Grant	1
May 12, 2017	Series - IX	81,598	Vested	Seven years from the date of Grant	1
May 12, 2018	Series - IX	81,598	To be vested	Seven years from the date of Grant	1
April 21, 2018	Series - X	69,545	To be vested	Seven years from the date of Grant	1
April 21, 2019	Series - X	69,545	To be vested	Seven years from the date of Grant	1
April 21, 2020	Series - X	69,545	To be vested	Seven years from the date of Grant	1

The current status of the stock options granted to the Employees is as under:

Particulars	Number of outstanding options	
	Current year	Previous year
Outstanding at the beginning of the year	597,210	568,660
Granted during the year	208,635	244,794
Transfer in/ (out) during the year	128,862	12,022
Lapsed/ forfeited during the year	30,000	3,999
Exercised during the year	245,351	224,267
Outstanding at the end of the year	659,356	597,210
Exercisable at the end of the year	136,666	104,423

The charge on account of the above scheme is included in employee benefits expense aggregating ₹ 1.94 crore (Previous year ₹ 0.92 crore). Since the options are granted by JM Financial Limited, the Holding company, basic and diluted earnings per share of the Company would remain unchanged.

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to the Consolidated Financial Statements

- 35.** Expenditure towards Corporate Social Responsibility as per Section 135 of the Companies Act, 2013 (read with schedule VII thereof)
- a) Gross amount required to be spent by the Group during the year – ₹ 5.26 Crore (Previous Year – ₹ 4.70 crore)
- b) Amount spent and paid during the year by way of donations to charitable trusts – ₹ 5.26 crore (Previous year ₹ 4.70 crore)
- 36.** Additional information as required by Paragraph 2 of the General Instructions for Preparation of Consolidated Financial Statements to Schedule III to the Companies Act, 2013

Name of the entity	Net assets, i.e., total assets minus total liabilities		Share of profit or loss	
	As % of consolidated net assets	Rupees in crore	As % of consolidated profit or loss	Rupees in crore
Parent : JM Financial Products Limited	97.95%	1,464.26	100.65%	212.93
Subsidiary (incorporated in India) :				
JM Financial Home Loans Limited	2.05%	30.62	(0.65%)	(1.38)

- 37.** The Board of Directors of the Company has recommended a final dividend of Rupees 1/- per equity share for the year ended March 31, 2018. (Previous year Rupee 1/- per equity share) The said dividend will be paid after the approval of shareholders at the Annual General Meeting. However, as per the requirements of revised as off, the Company is not required to provide for dividend proposed/declared after the balance sheet date consequently, no provision has been made in the respect of the aforesaid dividend recommended by the Board of Directors for the year ended March 31, 2018.
- 38.** Figures of previous year have been rearranged / regrouped/ reclassified wherever necessary to correspond with the current year's classification/ disclosure.

In terms of our report attached
For Deloitte Haskins & Sells LLP
 Chartered Accountants

For and on behalf of the Board of Directors

G. K. Subramaniam
 Partner

Vishal Kampani
 Managing Director
 DIN – 00009079)

V. P. Shetty
 Chairman
 DIN – 00021773

Place: Mumbai
Date: April 30, 2018

Milind Gandhi
 Chief Financial Officer

Reena Sharda
 Company Secretary



7th Floor, Cnergy, Appasaheb Marathe Marg, Prabhadevi, Mumbai 400 025, India