

**JM FINANCIAL LIMITED**

**STATEMENT OF UNAUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED SEPTEMBER 30, 2018**

Rupees in Lakh

Sr. No.	Particulars	Quarter Ended			Half year ended	
		30.09.2018 Unaudited	30.06.2018 Unaudited	30.09.2017 Unaudited	30.09.2018 Unaudited	30.09.2017 Unaudited
<b>1</b>	<b>Income</b>					
(a)	<b>Revenue from Operations</b>					
	(i) Interest Income	63,542.32	57,187.61	47,295.88	1,20,729.93	93,157.62
	(ii) Brokerage Income	5,501.48	4,736.43	5,380.70	10,237.91	10,705.33
	(iii) Fees and Commission Income	14,532.19	12,298.36	11,764.65	26,830.55	23,267.38
	(iv) Profit on sale of Financial assets	5,475.10	10.84	2,279.30	5,485.94	2,281.29
	(v) Net gain on fair value changes	1,671.69	5,031.29	3,901.12	6,702.98	8,368.67
	(vi) Other Operating Income	5,320.10	4,959.84	5,127.48	10,279.94	9,076.35
		<b>96,042.88</b>	<b>84,224.37</b>	<b>75,749.13</b>	<b>1,80,267.25</b>	<b>1,46,856.64</b>
(b)	<b>Other Income</b>	1,527.43	1,022.41	1,101.75	2,549.84	3,157.39
	<b>Total Income</b>	<b>97,570.31</b>	<b>85,246.78</b>	<b>76,850.88</b>	<b>1,82,817.09</b>	<b>1,50,014.03</b>
<b>2</b>	<b>Expenses</b>					
(a)	Employee benefits expense	11,311.41	10,672.75	10,023.33	21,984.16	19,805.78
(b)	Finance costs	38,149.12	33,476.73	27,625.46	71,625.85	53,883.16
(c)	Depreciation and amortization expense	681.60	642.57	645.09	1,324.17	1,281.45
(d)	Operating and other expenses	9,473.68	8,815.37	7,007.19	18,289.05	15,066.51
	<b>Total expenses</b>	<b>59,615.81</b>	<b>53,607.42</b>	<b>45,301.07</b>	<b>1,13,223.23</b>	<b>90,036.90</b>
<b>3</b>	<b>Profit before tax (1-2)</b>	<b>37,954.50</b>	<b>31,639.36</b>	<b>31,549.81</b>	<b>69,593.86</b>	<b>59,977.13</b>
<b>4</b>	<b>Tax expenses</b>					
(a)	Current tax	12,399.44	10,396.82	9,549.28	22,796.26	18,899.96
(b)	Deferred tax	1,535.91	1,336.23	953.26	2,872.14	1,745.47
	<b>Total tax expenses</b>	<b>13,935.35</b>	<b>11,733.05</b>	<b>10,502.54</b>	<b>25,668.40</b>	<b>20,645.43</b>
<b>5</b>	<b>Net Profit for the period (3-4)</b>	<b>24,019.15</b>	<b>19,906.31</b>	<b>21,047.27</b>	<b>43,925.46</b>	<b>39,331.70</b>
<b>6</b>	Add :- Share in Profit of Associate	7.44	16.91	31.21	24.35	54.99
<b>7</b>	<b>Net Profit after tax and Share in Profit of Associates (5+6)</b>	<b>24,026.59</b>	<b>19,923.22</b>	<b>21,078.48</b>	<b>43,949.81</b>	<b>39,386.69</b>
<b>8</b>	<b>Other Comprehensive Income</b>					
(i)	Items that will be reclassified to profit or loss					
	- Exchange differences on translation of foreign operations	1,545.86	-	177.28	1,545.86	177.28
(ii)	Items that will not be reclassified to profit or loss					
	- Actuarial gain/(losses) on post retirement benefit plans	6.11	5.43	(37.35)	11.54	(59.13)
	- Share in Other Comprehensive Income of Associate	(77.99)	(21.33)	-	(99.32)	-
	- Income tax on the above	(0.39)	(3.60)	13.25	(3.99)	20.20
	<b>Total Other Comprehensive Income</b>	<b>1,473.59</b>	<b>(19.50)</b>	<b>153.18</b>	<b>1,454.09</b>	<b>138.35</b>
<b>9</b>	<b>Total Comprehensive Income (7+8)</b>	<b>25,500.18</b>	<b>19,903.72</b>	<b>21,231.66</b>	<b>45,403.90</b>	<b>39,525.04</b>
<b>10</b>	<b>Net Profit attributable to (7):</b>					
	Owners of parent	16,335.81	14,271.73	15,102.91	30,607.54	27,779.87
	Non-controlling interests	7,690.78	5,651.49	5,975.57	13,342.27	11,606.82
<b>11</b>	<b>Other Comprehensive Income attributable to (8):</b>					
	Owners of parent	1,474.46	(17.58)	159.39	1,456.88	145.41
	Non-controlling interests	(0.87)	(1.92)	(6.21)	(2.79)	(7.06)
<b>12</b>	<b>Total Comprehensive Income attributable to (9):</b>					
	Owners of parent	17,810.27	14,254.15	15,262.30	32,064.42	27,925.28
	Non-controlling interests	7,689.91	5,649.57	5,969.36	13,339.48	11,599.76
<b>13</b>	Paid up equity share capital (Face value Re.1/- per share)	8,396.66	8,394.44	7,973.71	8,396.66	7,973.71
<b>14</b>	<b>Earning Per Share (EPS)</b>					
	Basic EPS (in Re.) (Not annualised)	1.95	1.70	1.90	3.65	3.49
	Diluted EPS (in Re.) (Not annualised)	1.94	1.69	1.89	3.64	3.47

SEGMENTWISE DETAILS UNAUDITED ON CONSOLIDATED BASIS FOR THE QUARTER AND HALF YEAR ENDED SEPTEMBER 30, 2018

Rupees in Lakh

Particulars		Quarter Ended			Half year ended	
		30.09.2018	30.06.2018	30.09.2017	30.09.2018	30.09.2017
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited
<b>Segment Revenue</b>						
A	Investment Banking, Wealth Management & Securities Business (IWS)	54,486.66	45,275.76	44,160.13	99,762.42	94,624.59
B	Mortgage Lending	32,083.08	29,222.25	22,023.77	61,305.33	45,757.68
C	Distressed Credit	18,031.30	10,309.96	9,894.71	28,341.26	17,998.88
D	Asset Management	2,524.45	2,583.29	2,482.47	5,107.74	4,690.21
E	Others	2,414.03	1,979.07	1,184.70	4,393.10	2,165.72
<b>Total Segment Revenue</b>		<b>1,09,539.52</b>	<b>89,370.33</b>	<b>79,745.78</b>	<b>1,98,909.85</b>	<b>1,65,237.08</b>
Less: Inter - segmental revenue		(11,969.21)	(4,123.55)	(2,894.90)	(16,092.76)	(15,223.05)
<b>Total Revenue</b>		<b>97,570.31</b>	<b>85,246.78</b>	<b>76,850.88</b>	<b>1,82,817.09</b>	<b>1,50,014.03</b>
<b>Segment Results (Profit before tax)</b>						
A	Investment Banking, Wealth Management & Securities Business (IWS)	10,643.97	12,124.52	12,318.25	22,768.49	23,092.99
B	Mortgage Lending	13,313.28	12,561.66	10,931.16	25,874.94	23,813.41
C	Distressed Credit	11,503.70	4,556.26	6,336.09	16,059.96	9,737.81
D	Asset Management	1,599.34	1,654.08	1,665.93	3,253.42	3,043.31
E	Others	894.21	742.84	298.38	1,637.05	289.61
<b>Total Results</b>		<b>37,954.50</b>	<b>31,639.36</b>	<b>31,549.81</b>	<b>69,593.86</b>	<b>59,977.13</b>
<b>Segment Assets</b>						
A	Investment Banking, Wealth Management & Securities Business (IWS)	12,28,930.56	11,57,655.69	12,81,338.58	12,28,930.56	12,81,338.58
B	Mortgage Lending	9,41,146.14	8,45,139.11	5,63,306.81	9,41,146.14	5,63,306.81
C	Distressed Credit	4,71,260.37	3,60,263.43	2,82,490.96	4,71,260.37	2,82,490.96
D	Asset Management	20,853.48	21,782.63	20,987.80	20,853.48	20,987.80
E	Others	39,224.24	63,953.47	12,577.99	39,224.24	12,577.99
<b>Total Segment Assets</b>		<b>27,01,414.79</b>	<b>24,48,794.33</b>	<b>21,60,702.14</b>	<b>27,01,414.79</b>	<b>21,60,702.14</b>
<b>Segment Liabilities</b>						
A	Investment Banking, Wealth Management & Securities Business (IWS)	9,64,353.54	9,01,356.98	10,65,234.60	9,64,353.54	10,65,234.60
B	Mortgage Lending	6,71,870.48	6,66,656.35	4,11,224.74	6,71,870.48	4,11,224.74
C	Distressed Credit	2,95,453.54	1,94,448.94	1,42,213.57	2,95,453.54	1,42,213.57
D	Asset Management	1,271.91	1,018.07	1,162.36	1,271.91	1,162.36
E	Others	20,913.67	17,762.21	2,151.39	20,913.67	2,151.39
<b>Total Segment Liabilities</b>		<b>19,53,863.14</b>	<b>17,81,242.55</b>	<b>16,21,986.66</b>	<b>19,53,863.14</b>	<b>16,21,986.66</b>
<b>Segment Capital Employed</b>						
A	Investment Banking, Wealth Management & Securities Business (IWS)	2,64,577.02	2,56,298.71	2,16,103.98	2,64,577.02	2,16,103.98
B	Mortgage Lending	2,69,275.66	1,78,482.76	1,52,082.07	2,69,275.66	1,52,082.07
C	Distressed Credit	1,75,806.83	1,65,814.49	1,40,277.39	1,75,806.83	1,40,277.39
D	Asset Management	19,581.57	20,764.56	19,825.44	19,581.57	19,825.44
E	Others	18,310.57	46,191.26	10,426.60	18,310.57	10,426.60
<b>Total Capital Employed</b>		<b>7,47,551.65</b>	<b>6,67,551.78</b>	<b>5,38,715.48</b>	<b>7,47,551.65</b>	<b>5,38,715.48</b>

**JM FINANCIAL LIMITED**

**STATEMENT OF STAND-ALONE FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED SEPTEMBER 30, 2018**

Rupees in Lakh

Sr. No.	Particulars	Quarter Ended			Half Year Ended	
		30.09.2018 Unaudited	30.06.2018 Unaudited	30.09.2017 Unaudited	30.09.2018 Unaudited	30.09.2017 Unaudited
<b>1</b>	<b>Revenue from operations</b>					
(a)	Interest income	1,185.90	620.64	766.57	1,806.54	1,290.67
(b)	Fees and commission income	3,329.31	3,266.82	3,185.39	6,596.13	6,365.87
	<b>Total revenue from operations</b>	<b>4,515.21</b>	<b>3,887.46</b>	<b>3,951.96</b>	<b>8,402.67</b>	<b>7,656.54</b>
(c)	Other income	8,310.67	597.22	1,765.56	8,907.89	8,866.14
	<b>Total Income</b>	<b>12,825.88</b>	<b>4,484.68</b>	<b>5,717.52</b>	<b>17,310.56</b>	<b>16,522.68</b>
<b>2</b>	<b>Expenses</b>					
(a)	Finance Costs	1,033.47	586.38	818.83	1,619.85	1,923.74
(b)	Fees, Sub Brokerage and other direct expenses	1,097.06	1,598.46	1,282.94	2,695.52	1,790.82
(c)	Net loss on fair value changes on investments	65.34	36.82	698.00	102.16	712.14
(d)	Employee benefits expense	1,614.69	1,597.79	1,552.94	3,212.48	3,431.82
(e)	Depreciation and amortisation expense	47.63	43.15	47.59	90.78	91.88
(f)	Other Expenses	881.03	689.33	830.93	1,570.36	1,684.01
	<b>Total expenses</b>	<b>4,739.22</b>	<b>4,551.93</b>	<b>5,231.23</b>	<b>9,291.15</b>	<b>9,634.41</b>
<b>3</b>	<b>Profit/ (Loss) before tax (1-2)</b>	<b>8,086.66</b>	<b>(67.25)</b>	<b>486.29</b>	<b>8,019.41</b>	<b>6,888.27</b>
<b>4</b>	<b>Tax expenses</b>					
(a)	Current tax	434.00	-	201.00	434.00	574.00
(b)	Deferred tax	(96.60)	58.30	(58.17)	(38.30)	(155.17)
	<b>Total tax expenses</b>	<b>337.40</b>	<b>58.30</b>	<b>142.83</b>	<b>395.70</b>	<b>418.83</b>
<b>5</b>	<b>Profit / (Loss) after tax (3-4)</b>	<b>7,749.26</b>	<b>(125.55)</b>	<b>343.46</b>	<b>7,623.71</b>	<b>6,469.44</b>
<b>6</b>	<b>Other Comprehensive Income</b>					
(i)	Items that will not be reclassified to profit or loss					
	Actuarial gain / (losses) on post retirement benefit plans	7.21	(1.32)	(3.73)	5.89	(7.47)
(ii)	Income tax on above	(2.11)	0.39	1.09	(1.72)	2.18
	<b>Total other Comprehensive Income</b>	<b>5.10</b>	<b>(0.93)</b>	<b>(2.64)</b>	<b>4.17</b>	<b>(5.29)</b>
<b>7</b>	<b>Total Comprehensive Income (5+6)</b>	<b>7,754.36</b>	<b>(126.48)</b>	<b>340.82</b>	<b>7,627.88</b>	<b>6,464.15</b>
<b>8</b>	<b>Paid up equity share capital (Face value Re.1/- per share)</b>	<b>8,396.66</b>	<b>8,394.44</b>	<b>7,973.71</b>	<b>8,396.66</b>	<b>7,973.71</b>
<b>9</b>	<b>Earning Per Share (EPS)</b>					
	Basic EPS (in Re.) (Not annualised)	0.92	(0.01)	0.04	0.91	0.81
	Diluted EPS (in Re.) (Not annualised)	0.92	(0.01)	0.04	0.91	0.81

**JM FINANCIAL LIMITED**  
**STATEMENT OF ASSETS AND LIABILITIES AS AT SEPTEMBER 30, 2018**

Rupees in Lakh

Sr. No.		As at September 30, 2018	
		Consolidated	Standalone
		Unaudited	Unaudited
	<b>ASSETS</b>		
(1)	<b>Financial Assets</b>		
(a)	Cash and cash equivalents	30,272.40	658.16
(b)	Other Bank Balances	78,403.25	906.17
(c)	Receivables		
	(i) Trade Receivables	71,875.40	2,671.32
	(ii) Other Receivables	-	500.75
(d)	Loans	17,31,548.61	54,164.10
(e)	Investments	2,65,618.68	2,36,639.55
(f)	Other Financial assets		
	(i) Debt securities held as stock in trade	10,802.86	-
	(ii) Assets held for arbitrage activities	2,601.18	-
	(iii) Financial Assets under Distressed Credit Business	2,75,355.61	-
	(iv) Other Financial assets	1,70,966.49	3,463.03
		<b>26,37,444.48</b>	<b>2,99,003.08</b>
(2)	<b>Non-financial Assets</b>		
(a)	Current tax Assets (Net)	25,020.42	17,546.44
(b)	Property, Plant and Equipment	35,879.47	473.44
(c)	Capital work in progress	256.34	-
(d)	Other Intangible assets	1,277.96	47.19
(e)	Goodwill on Consolidation	7,336.50	-
(f)	Other non-financial assets	1,536.12	132.62
		<b>71,306.81</b>	<b>18,199.69</b>
	<b>Total Assets</b>	<b>27,08,751.29</b>	<b>3,17,202.77</b>
	<b>LIABILITIES AND EQUITY</b>		
	<b>LIABILITIES</b>		
(1)	<b>Financial Liabilities</b>		
(a)	Trade Payables		
	Other than micro and small enterprises	69,239.46	1,587.19
(b)	Debt Securities	13,45,177.98	47,798.38
(c)	Borrowings (Other than Debt Securities)	4,70,198.14	99.47
(d)	Other financial liabilities	50,150.44	1,108.25
	<b>Total Financial Liabilities</b>	<b>19,34,766.02</b>	<b>50,593.29</b>
(2)	<b>Non-Financial Liabilities</b>		
(a)	Provisions	4,104.80	1,071.08
(b)	Deferred tax liabilities (Net)	9,287.03	12,782.10
(c)	Other non-financial liabilities	5,705.29	647.28
	<b>Total Non-Financial Liabilities</b>	<b>19,097.12</b>	<b>14,500.46</b>
(3)	<b>EQUITY</b>		
(a)	Equity Share capital	8,396.66	8,396.66
(b)	Other Equity	4,91,251.44	2,43,712.36
	Equity attributable to owners of the Company	<b>4,99,648.10</b>	<b>2,52,109.02</b>
(c)	Non-controlling interests	2,02,232.85	-
(d)	Non-controlling interests of Security receipts holders under Distressed Credit Business	53,007.20	-
	<b>Total Equity</b>	<b>7,54,888.15</b>	<b>2,52,109.02</b>
	<b>Total Liabilities and Equity</b>	<b>27,08,751.29</b>	<b>3,17,202.77</b>

**Notes:**

- 1) The above unaudited standalone and consolidated financial results have been reviewed by the Audit Committee and on its recommendation have been approved by the Board of Directors at its meeting held on October 25, 2018 pursuant to Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements), Regulations 2015.
- 2) The Group has adopted Indian Accounting Standards (Ind AS) with effect from April 1, 2018 with comparative figures being restated to make them comparable. The above financial results have been prepared in accordance with the recognition and measurement principles laid down in Ind AS 34 - Interim Financial Reporting prescribed under Section 133 of the Companies Act, 2013 read with relevant Rules issued thereunder and other accounting principles generally accepted in India.

Further transition adjustments may be required to these financial results including those arising from new or revised standards or interpretations issued by the Ministry of Corporate Affairs and Reserve Bank of India / National Housing Bank, as applicable or changes in use of one or more optional exemptions from full retrospective application of certain Ind AS, till the finalisation of the financial statements as at and for the year ending March 31, 2019.

Reconciliation of net profit for the previous year's quarter and half year ended September 30, 2017 between the erstwhile Indian GAAP (IGAAP) and Ind AS is as under:

Particulars	Rupees in Lakh			
	Quarter ended 30.09.2017 Unaudited		Half year ended 30.09.2017 Unaudited	
	Standalone	Consolidated	Standalone	Consolidated
<b>Net profit as per the erstwhile Indian GAAP (IGAAP) before minority interest</b>	(147.30)	19,404.81	8,995.54	37,237.68
<b>Add / (Less):</b>				
Provision for expected credit Loss	-	(844.92)	-	(1,396.67)
Decrease / (Increase) in borrowing cost pursuant to application of effective interest rate method	(0.08)	541.05	(0.17)	478.74
(Decrease) in interest income pursuant to application of effective interest rate method	-	(1,303.79)	-	(769.00)
(Loss) on fair valuation of investments	(7.94)	(321.60)	-	(638.50)
Revenue from Distressed Credit Business including gain / (loss) on fair valuation of investments	-	3,178.17	-	3,178.17
Impact upon Consolidation of trusts under Distressed Credit Business	-	1,598.48	-	3,462.20
Accounting of common control business combination (net) (also refer note 3 below)	494.29	-	(2,531.22)	-
Reclassification of net actuarial loss on employee defined benefit obligation to Other Comprehensive Income (OCI)	3.73	37.35	7.47	59.13
Others	-	10.09	-	(1.09)
Deferred tax impact on above	0.76	(1,221.16)	(2.18)	(2,223.97)
<b>Total effect of transition to Ind AS</b>	<b>490.76</b>	<b>1,673.67</b>	<b>(2,526.10)</b>	<b>2,149.01</b>
<b>Net profit after tax ( before OCI ) as per Ind AS</b>	<b>343.46</b>	<b>21,078.48</b>	<b>6,469.44</b>	<b>39,386.69</b>
Other comprehensive Income (net of tax)	(2.64)	153.18	(5.29)	138.35
<b>Total Comprehensive Income under Ind AS</b>	<b>340.82</b>	<b>21,231.66</b>	<b>6,464.15</b>	<b>39,525.04</b>

- 3) Considering the amalgamation of the entire business and whole of the undertaking (Investment Banking Division) of JM Financial Institutional Securities Limited post demerger of Institutional Equity Division and JM Financial Investment Managers Limited with JM Financial Limited which was effective from January 18, 2018, the financial results for the quarter and half year ended September 30, 2017 have been restated as if the business combination had occurred with effect from April 1, 2017. This being a common control business combination under Ind AS 103, the same has been accounted for with effect from the beginning of the preceding period.
- 4) During the quarter, the Company entered into a Subscription and Shareholders' Agreement ('the Agreement') with one of its subsidiaries viz. JM Financial Credit Solutions Limited (JMFCSL) and other investors, pursuant to which JMFCSL raised an aggregate amount of Rs. 875 Crore. The Company has infused Rs. 185 Crore by subscribing to 89,268 equity shares of the face value of Rs. 10/- each at a premium of Rs. 25,195 per share including 19,837 partly paid up equity shares (Rs. 2/- each paid up). Other investors have infused Rs. 638.02 Crore by subscribing 2,53,134 equity shares of face value of Rs. 10/- each fully paid up at a premium of Rs. 25,195 per share. Consequently, the percentage holding of the Company in equity capital of JMFCSL has reduced from 50.01% to 47.13% as on date. The Company continues to retain the Board and management control of JMFCSL and hence JMFCSL has been consolidated as a subsidiary.
- 5) During the quarter ended September 30, 2018, the Allotment Committee of the Board allotted 2,22,122 equity shares of the face value of Re. 1/- each to the eligible employees upon exercise of stock options by them. Consequent upon this allotment, the total paid up equity share capital of the Company has increased to Rs. 83,96,66,324/-.
- 6) The Group has reported segment information as per Indian Accounting Standard 108 (Ind AS 108) on 'Operating Segments'. As per Ind AS 108, segments are identified based on management's evaluation of financial information for allocating resources and assessing performance. Accordingly, the Group has identified four reportable segments, namely, (i) Investment Banking, Wealth Management & Securities Business (IWS), (ii) Mortgage Lending, (iii) Distressed Credit, (iv) Asset Management. Others include property rental income.
- 7) On a stand-alone basis, Other income for the quarter includes dividend income from the investments made by the Company in its group companies making the results for the quarter non-comparable.
- 8) The Consolidated and Standalone unaudited financial results for the quarter and half year ended September 30, 2018 will be uploaded on the Company's website viz., [www.jmfl.com](http://www.jmfl.com) and the websites of BSE Limited and National Stock Exchange of India Limited viz., [www.bseindia.com](http://www.bseindia.com) and [www.nseindia.com](http://www.nseindia.com) respectively.

Key stand-alone financial information is given below:

*Rupees in Lakh*

Particulars	Quarter Ended			Half Year Ended	
	30.09.2018 Unaudited	30.06.2018 Unaudited	30.09.2017 Unaudited	30.09.2018 Unaudited	30.09.2017 Unaudited
Total Income	12,825.88	4,484.68	5,717.52	17,310.56	16,522.68
Profit/(Loss) before tax	8,086.66	(67.25)	486.29	8,019.41	6,888.27
Profit/(Loss) after tax	7,749.26	(125.55)	343.46	7,623.71	6,469.44
Total Comprehensive Income	7,754.36	(126.48)	340.82	7,627.88	6,464.15

For and on behalf of the Board of Directors

Place: Mumbai  
Date: October 25, 2018

**Vishal Kampani**  
Managing Director  
(DIN: 00009079)