

JM FINANCIAL LIMITED

Corporate Identity Number: L67120MH1986PLC038784

Regd. Office : 7th Floor, Energy, Appasaheb Marathe Marg, Prabhadevi, Mumbai 400 025.

Tel. No.: +91 22 6630 3030 • Fax No.: +91 22 6630 3223 • Website: www.jmfl.com

सकाळ मुंबई, गुरुवार, १९ जुलै २०१८

JM FINANCIAL

CONSOLIDATED FINANCIAL RESULTS

STATEMENT OF UNAUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER ENDED 30TH JUNE, 2018

Sr. No.	Particulars	Quarter Ended	
		30.06.2018 Unaudited	30.06.2017 Unaudited
1	Income		
	(a) Revenue from operations	82,772.63	67,319.13
	(b) Other Income	2,761.67	5,844.02
	Total income	85,534.30	73,163.15
2	Expenses		
	(a) Employee benefits expense	10,472.75	9,762.45
	(b) Finance costs	33,476.73	26,257.70
	(c) Depreciation expense	642.57	636.36
	(d) Operating and other expenses	9,302.89	8,059.32
	Total expenses	53,894.94	44,735.83
3	Profit before tax (1-2)	31,639.36	28,427.32
4	Tax expenses		
	(a) Current tax	10,396.82	9,350.68
	(b) Deferred tax	1,336.23	792.21
	Total tax expenses	11,733.05	10,142.89
5	Net Profit for the period (3-4)	19,906.31	18,284.43
6	Add :- Share in Profit of Associates	16.91	23.78
7	Net Profit after tax and Share in Profit of Associates (5+6)	19,923.22	18,308.21
8	Other Comprehensive Income		
	(i) Items that will not be reclassified to profit or loss		
	- Actuarial gain / (losses) on post retirement benefit plans	5.43	(21.78)
	- Fair value changes on investments	(21.33)	-
	(ii) Income tax on the above	(3.60)	6.96
	Total Other Comprehensive Income	(19.50)	(14.82)
9	Total Comprehensive Income (7+8)	19,903.72	18,293.39
10	Net Profit attributable to:		
	Owners of parent	14,271.73	12,676.96
	Non-controlling interests	5,651.49	5,631.25
11	Other Comprehensive Income attributable to:		
	Owners of parent	(17.58)	(13.97)
	Non-controlling interests	(1.92)	(0.85)
12	Total Comprehensive Income attributable to:		
	Owners of parent	14,254.15	12,662.99
	Non-controlling interests	5,649.57	5,630.40
13	Paid up equity share capital (Face value Re.1/- per share)	8,394.44	7,967.89
14	Earning Per Share (EPS)		
	Basic EPS (in Re.) (Not annualised)	1.70	1.59
	Diluted EPS (in Re.) (Not annualised)	1.69	1.58

SEGMENTWISE DETAILS ON CONSOLIDATED BASIS FOR THE QUARTER ENDED 30TH JUNE, 2018

Sr. No.	Particulars	Quarter Ended	
		30.06.2018 Unaudited	30.06.2017 Unaudited
	Segment Revenue		
A	Investment Banking, Wealth Management & Securities Business (IWS)	45,563.28	50,464.46
B	Mortgage Lending	29,222.25	23,733.91
C	Distressed Credit	10,309.96	8,104.17
D	Asset Management	2,583.29	2,207.74
E	Others	1,979.07	981.02
	Total Segment Revenue	89,657.85	85,491.30
	Less: Inter - segmental revenue	(4,123.55)	(12,328.15)
	Total Revenue	85,534.30	73,163.15
	Segment Results (Profit before tax)		
A	Investment Banking, Wealth Management & Securities Business (IWS)	12,124.52	10,774.74
B	Mortgage Lending	12,561.66	12,882.25
C	Distressed Credit	4,556.26	3,401.72
D	Asset Management	1,654.08	1,377.38
E	Others	742.84	(8.77)
	Total Results	31,639.36	28,427.32
	Segment Assets		
A	Investment Banking, Wealth Management & Securities Business (IWS)	11,57,655.69	9,28,960.80
B	Mortgage Lending	8,45,139.11	5,64,172.35
C	Distressed Credit	3,50,484.60	2,74,203.43
D	Asset Management	21,782.63	24,921.59
E	Unallocated	63,953.47	12,429.18
	Total Segment Assets	24,39,015.50	18,04,687.35
	Segment Liabilities		
A	Investment Banking, Wealth Management & Securities Business (IWS)	9,01,356.98	7,22,224.85
B	Mortgage Lending	6,66,656.35	4,19,180.62
C	Distressed Credit	2,46,005.77	2,01,761.02
D	Asset Management	1,018.07	838.39
E	Unallocated	17,762.21	2,075.91
	Total Segment Liabilities	18,32,799.38	13,46,080.79
	Segment Capital Employed		
A	Investment Banking, Wealth Management & Securities Business (IWS)	2,56,298.71	2,06,735.95
B	Mortgage Lending	1,78,482.76	1,44,991.73
C	Distressed Credit	1,04,478.83	72,442.41
D	Asset Management	20,764.56	24,083.20
E	Unallocated	46,191.26	10,353.27
	Total Capital Employed	6,06,216.12	4,58,606.56

Notes:

- The 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 July 18, 2018 pursuant to Regulation 33 of SEBI (Listing Obligation and Disclosure Requirements), Regulations 2015.
- 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.

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

Particulars	Quarter ended 30.06.2017 Unaudited	
	Standalone	Consolidated
Net profit as per the erstwhile Indian GAAP (IGAAP) before minority interest	9,142.83	17,832.85
Add / (Less):		
Provision for expected credit Loss	-	(551.75)
Increase in employee benefit expenses due to fair valuation of Employee Stock Options	-	(11.18)
Increase in borrowing cost pursuant to application of effective interest rate method	-	(59.91)
(Decrease) / Increase in interest income pursuant to application of effective interest rate method	(0.08)	514.24
Gain on fair valuation of investments	7.94	544.28
Impact upon Consolidation of trusts under distressed credit business	-	1,863.72
Accounting of common control business combination (net) (also refer note 3 below)	(3,025.50)	-
Reclassification of net actuarial loss on employee defined benefit obligation to Other Comprehensive Income (OCI)	3.74	16.57
Deferred tax impact on above	(2.95)	(997.58)
Total effect of transition to Ind AS	(3,016.85)	475.36
Net profit after tax (before OCI) as per Ind AS	6,125.98	18,308.21
Other comprehensive Income (net of tax)	(2.65)	(14.82)
Total Comprehensive Income under Ind AS	6,123.33	18,293.39

- Pursuant to the Scheme of Amalgamation (the 'Scheme') under the provisions of Section 230 read with Section 232 of the Companies Act, 2013 as sanctioned by the Hon'ble National Company Law Tribunal vide its Order dated December 14, 2017, post demerger of Institutional Equity Division, the entire business and whole of the undertaking (Investment Banking Division) of JM Financial Institutional Securities Limited and JM Financial Investment Managers Limited have been amalgamated with JM Financial Limited. 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. Accordingly, the financial results for the quarter ended June 30, 2017 have been restated as if the business combination had occurred with effect from April 1, 2017.
- During the quarter ended June 30, 2018, the Allotment Committee of the Board has allotted 15,63,944 equity shares of the face value of Re. 1/- each to the eligible employees upon exercise of stock options by them. Consequently upon this allotment, the total paid up equity share capital of the Company has increased to Rs. 83,94,44,202/-.
- 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 Business, (iii) Distressed Credit and (iv) Asset Management.
- On standalone basis, the dividend income, if any, from the investments made by the Company in its group companies arising in different quarters, may not be comparable.
- Consolidated as well as Standalone unaudited financial results for the quarter ended June 30, 2018 will be uploaded on the Company's website viz., www.jmfl.com and the websites of BSE Limited and National Stock Exchange of India Limited viz., www.bseindia.com and www.nseindia.com respectively.

Key standalone financial information is given below:

Particulars	Quarter Ended	
	30.06.2018 Unaudited	30.06.2017 Unaudited
Total Income	4,484.65	11,280.16
Profit / (Loss) before tax	(67.25)	6,401.98
Profit / (Loss) after tax	(125.55)	6,125.98
Total Comprehensive Income	(126.48)	6,123.33

For and on behalf of the Board of Directors

Place: Mumbai
Date: July 18, 2018

Vishal Kampani
Managing Director
(DIN: 00003079)

Corporate Identity Number: L67120MH1986PLC038784

Regd. Office : 7th Floor, Cnergy, Appasaheb Marathe Marg, Prabhadevi, Mumbai 400 025.

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For and on behalf of the Board of Directors

Vishal Kampani
Managing Director
(DIN: 00009079)

Place: Mumbai
Date: July 18, 2018