



INFINITE INDIA INVESTMENT MANAGEMENT LTD.

Audited Financial Statements

FY 2014-15

Corporate Identity Number - U74140MH2006PLC163489

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

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INDEPENDENT AUDITOR'S REPORT
To the Members of INFINITE INDIA INVESTMENT MANAGEMENT LTD.

Report on the Financial Statements

- 1 We have audited the accompanying financial statements of INFINITE INDIA INVESTMENT MANAGEMENT LTD. ("the Company"), which comprise the Balance Sheet as at March 31, 2015, the Statement of Profit and Loss and Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information

Management's Responsibility for the Financial Statements

- 2 The management and Board of Directors of the Company are responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ('the act') with respect to the preparation of these 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 principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with rule 7 of Companies (Accounts) Rules, 2014. 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; 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 financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error

Auditor's Responsibility

- 3 Our responsibility is to express an opinion on these financial statements based on 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 financial statements are free from material misstatement
- 4 An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the 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 financial statements, that give a true and fair view, in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on whether the Company has in place an adequate internal financial controls system over financial reporting and the operating effectiveness of such controls. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by the Company's management and Board of Directors, as well as evaluating the overall presentation of the financial statements
- 5 We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion

Opinion

- 6 In our opinion and to the best of our information and according to the explanations given to us, the aforesaid 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 principles generally accepted in India of the state of affairs of the Company as at 31st March 2015, its profit/loss and its cash flows for the year ended on that date

Report on Other Legal and Regulatory Requirements

- 7 As required by the Companies (Auditor's Report) Order, 2015 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the Annexure a statement on the matters specified in paragraphs 3 and 4 of the Order.

- 8 As required by section 143(3) of the Act, we further 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 purpose of our audit;
 - b. in our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books;
 - c. the Balance Sheet, Statement of Profit and Loss, and Cash Flow Statement dealt with by this Report are in agreement with the books of account;
 - d. in our opinion, the aforesaid financial statements comply with the applicable Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules 2014
 - e. on the basis of written representations received from the directors as on March 31, 2015, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2015, from being appointed as a director in terms of Section 164(2) of the Act
 - f. In our opinion and to the best of our information and according to the explanations given to us, we report as under with respect to other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014:
 - (i) The Company does not have any pending litigations which would impact its financial position
 - (ii) The Company did not have any long-term contracts including derivative contracts; as such the question of commenting on any material foreseeable losses thereon does not arise
 - (iii) There has not been an occasion in case of the Company during the year under report to transfer any sums to the Investor Education and Protection Fund. The question of delay in transferring such sums does not arise

For **Khimji Kunverji & Co**
Chartered Accountants
Firm Registration No 105146W

Hasmukh B Dedhia
Partner (F - 33494)
Place: Mumbai

Date: 19th May, 2015

Annexure referred to in paragraph 7 Our Report of even date to the members of Infinite India Investment Management Ltd. on the accounts of the company for the year ended 31st March, 2015

On the basis of such checks as we considered appropriate and according to the information and explanations given to us during the course of our audit, we report that:

- (i) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets ;

(b) As explained to us, fixed assets have been physically verified by the management at regular intervals; as informed to us no material discrepancies were noticed on such verification;
- (ii) The nature of business of the Company does not require it to have any inventory. Hence, the requirement of clause (ii) of paragraph 3 of the said Order is not applicable to the Company;
- (iii) The company has not granted any loans, secured or unsecured to/from companies, firms or other parties covered in the register maintained under section 189 of the Act. Hence the requirement of clause (iii,a) and (iii,b) of paragraph 3 of the order are not applicable;
- (iv) In our opinion and according to the information and explanations given to us, there is adequate internal control system commensurate with the size of the Company and the nature of its business, for the purchase of fixed assets and for the sale of services. Further, on the basis of our examination of the books and records of the Company and according to the information and explanations given to us, no major weakness has not been noticed or reported.
- (v) The Company has not accepted any deposits from the public as covered under provisions of section 73 to 76 of the Act and rules made there under, hence clause 3(v) of the Order is not applicable to the Company
- (vi) As informed to us, the Central Government has not prescribed maintenance of cost records under sub-section (1) of Section 148 of the Act
- (vii) (a) According to the information and explanations given to us and based on the records of the company examined by us, the company is regular in depositing the undisputed statutory dues, including Provident Fund, Employees' State Insurance, Income-tax, Sales-tax, Wealth Tax, Service Tax, value added tax, Custom Duty, Excise Duty and other material statutory dues, as applicable, with the appropriate authorities in India ;

(b) According to the information and explanations given to us and based on the records of the company examined by us, there are no dues of Income Tax, Wealth Tax, Service Tax, value added tax, Sales Tax, Customs Duty and Excise Duty which have not been deposited on account of any disputes
- (c) There has not been an occasion in case of the Company during the year under report to transfer any sums to the Investor Education and Protection Fund. The question of reporting delay in transferring such sums does not arise
- (viii) The Company has no accumulated losses at the end of the financial year and it has not incurred cash losses in the current and immediately preceding financial year.
- (ix) According to the records of the company examined by us and as per the information and explanations given to us, the company has not availed of any loans from any financial institution or banks and has not issued debentures
- (x) In our opinion, and according to the information and explanations given to us, the Company has not given any guarantee for loan taken by others from a bank or financial institution during the year
- (xi) In our opinion, and according to the information and explanations given to us, the company has not raised any term loans during the year
- (xii) During the course of our examination of the books and records of the company, carried in accordance with the auditing

standards generally accepted in India, we have neither come across any instance of fraud on or by the Company noticed or reported during the course of our audit nor have we been informed of any such instance by the Management

For **Khimji Kunverji & Co**
Chartered Accountants
Firm Registration No 105146W

Hasmukh B Dedhia
Partner (F - 33494)
Place: Mumbai

Date: 19th May, 2015

INFINITE INDIA INVESTMENT MANAGEMENT LIMITED
(FORMERLY KNOWN AS INFINITE INDIA INVESTMENT MANAGEMENT PRIVATE LIMITED)
BALANCE SHEET AS AT 31ST MARCH, 2015

Particulars	Note No.	As at 31.03.2015 Rupees	As at 31.03.2014 Rupees
I. EQUITY AND LIABILITIES			
1 Shareholders' funds			
a Share Capital	2.1	16,000,000	16,000,000
b Reserves and Surplus	2.2	81,912,914	63,735,356
		97,912,914	79,735,356
2 Non-current liabilities			
a Long-term provisions	2.3	3,942,345	4,527,693
		3,942,345	4,527,693
3 Current liabilities			
a Trade payables	2.4	6,110,686	5,944,749
b Other current liabilities	2.5	5,299,726	10,349,376
c Short-term provisions	2.6	175,177	531,884
		11,585,589	16,826,009
Total		113,440,848	101,089,058
II. ASSETS			
1 Non-current assets			
a Fixed assets	2.7		
Tangible assets		80,065	514,177
b Non current investments	2.8	56,501,661	50,494,009
c Deferred tax assets (net)	2.9	265,701	497,149
d Long-term loans and advances	2.10	8,275,018	7,606,176
		65,122,445	59,111,511
2 Current assets			
a Current investments	2.11	3,812,723	-
b Trade receivables	2.12	27,076,166	-
c Cash and bank balances	2.13	9,067,840	33,105,485
d Short-term loans and advances	2.14	8,092,766	8,689,025
e Other current assets	2.15	268,908	183,037
		48,318,403	41,977,547
Total		113,440,848	101,089,058
Significant accounting policies & notes to financial statements	1 & 2		

As per our attached reports of even date

For Khimji Kunverji & Co.
Chartered Accountants
Firm registration no. 105146W

For and on behalf of the Board

Hasmukh B. Dedhia
Partner
Membership No. 33494

Vishal Kampani
Chairman
DIN- 00009079

Dipti Neelakantan
Director
DIN- 00505452

Place : Mumbai
Date : 19 May, 2015

Place : Mumbai
Date : 19 May, 2015

**INFINITE INDIA INVESTMENT MANAGEMENT LIMITED
(FORMERLY KNOWN AS INFINITE INDIA INVESTMENT MANAGEMENT PRIVATE LIMITED)
STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH 2015**

Particulars	Note No.	Current year Rupees	Previous year Rupees
I. REVENUE FROM OPERATIONS	2.16	51,113,139	58,085,734
II. OTHER INCOME	2.17	1,635,419	9,748,187
III Total Revenue (I + II)		52,748,558	67,833,921
IV EXPENSES			
Employee benefits expense	2.18	14,728,812	24,995,602
Depreciation and amortization expense	2.7	285,580	196,537
Other expenses	2.19	14,910,625	23,670,432
Total expenses		29,925,017	48,862,571
V Profit before tax		22,823,541	18,971,350
Tax expense			
Current tax		4,400,000	3,900,000
Deferred tax		231,449	406
		4,631,449	3,900,406
VI Profit after tax for the year/ period		18,192,092	15,070,944
VII Earnings per share	2.20		
Basic & diluted		11.37	9.42
Significant accounting policies & notes to financial statements	1 & 2		

As per our attached reports of even date

For Khimji Kunverji & Co.
Chartered Accountants
Firm registration no. 105146W

For and on behalf of the Board

Hasmukh B. Dedhia
Partner
Membership No. 33494

Vishal Kampani
Chairman
DIN- 00009079

Dipti Neelakantan
Director
DIN- 00505452

Place : Mumbai
Date : 19 May, 2015

Place : Mumbai
Date : 19 May, 2015

INFINITE INDIA INVESTMENT MANAGEMENT LIMITED
(FORMERLY KNOWN AS INFINITE INDIA INVESTMENT MANAGEMENT PRIVATE LIMITED)
CASH FLOW STATEMENT

In Rupees

Particulars	For the year ended March 31, 2015	For the year ended March 31, 2014
A Cash flow from operating activities		
Profit before tax	22,823,541	18,971,350
Adjustment for:		
Depreciation	285,580	196,537
(Profit)/loss on sale of investments	86,478	(1,920,673)
Provision for clawback obligation	-	3,727,710
Sundry liabilities (written back)	-	-
Provision for gratuity	(640,233)	69,488
Provision for/(reversal of) compensated absences	(301,822)	(6,717)
Deposit received	10,000	-
Dividend income	(1,290,287)	(3,549,939)
Interest income	(342,122)	(3,410,832)
(Profit)/ Loss on sale of assets	7,999	2,846
Operating profit before working capital changes	(2,184,407)	(4,891,580)
Adjustment for:		
(Increase)/decrease in trade receivables	(27,076,166)	-
(Increase)/decrease in short-term loans and advances	596,259	(1,404,283)
(Increase)/decrease in other current assets	(85,872)	370,415
Increase/(decrease) in trade payables	165,937	(534,641)
Increase/(decrease) in other current liabilities	(5,049,651)	617,969
Cash generated from/(used in) operations	(33,633,900)	(5,842,120)
Direct taxes paid	(5,078,842)	(6,068,945)
Net cash from/(used in) operating activities	(38,712,742)	(11,911,065)
B Cash flow from investing activities		
Purchase of non-current investments - Subsidiaries	-	(50,125,260)
Sale of non-current investments - Subsidiaries	50,000,000	-
Purchase of non-current investments - Others	(56,977,921)	-
Purchase of current investments - Others	(110,563,291)	(148,556,495)
Sale of non-current investments - Others	850,468	-
Sale of current investments - Others	106,783,891	168,556,495
Purchase of fixed assets	-	(16,400)
Sale of fixed assets	126,000	-
Interest Income	342,122	3,410,832
Profit/(loss) on sale of investments	-	1,920,673
Dividend Income	1,290,287	3,549,939
Net cash from/(used in) investment activities	(8,148,444)	(21,260,216)

In Rupees

Particulars	For the year ended March 31, 2015	For the year ended March 31, 2014
Net increase/(decrease) in Cash and cash equivalents	(24,037,645)	(14,199,931)
Cash & cash equivalents (opening)	33,105,485	47,305,416
Cash & cash equivalents (closing)	9,067,840	33,105,485

- 1 The cash flow statement has been prepared under the 'Indirect Method' set out in AS 3 - "Cash Flow Statement" notified in Companies (Accounting standards) Rules, 2006 (as amended).
- 2 Previous year's figures have been regrouped and rearranged wherever necessary.

As per our attached reports of even date

For Khimji Kunverji & Co.

Chartered Accountants
Firm registration no. 105146W

Hasmukh B. Dedhia

Partner
Membership No. 33494

Place : Mumbai

Date : 19 May, 2015

For and on behalf of the Board

Vishal Kampani

Chairman
DIN- 00009079

Place : Mumbai

Date : 19 May, 2015

Dipti Neelakantan

Director
DIN- 00505452

**INFINITE INDIA INVESTMENT MANAGEMENT LIMITED
(FORMERLY KNOWN AS INFINITE INDIA INVESTMENT MANAGEMENT PRIVATE LIMITED)
NOTES TO THE FINANCIAL STATEMENTS**

1 SIGNIFICANT ACCOUNTING POLICIES

a. Basis of preparation of financial statements

The financial statements of the Company have been prepared on accrual basis under the historical cost convention and 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 Rule 7 of the Companies (Accounts) Rules, 2014 and the relevant provisions of the Act.

b. Use of estimates

The preparation of financial statements is in conformity with Indian Generally Accepted Accounting Principles which require the management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities on the date of the financial statements and the reported amounts of income and expenses during the reporting period. Actual results could differ from those estimates and differences between actual results and estimates are recognised in the periods in which the results are known/materialised.

c. Revenue recognition

Revenue is recognised at the point when there is reasonable certainty of its ultimate realisation/collection.

The Company earns revenues in the nature of management fees on funds under management and advisory fees income which are recognized based on contractual arrangement. Income is recognized net of service tax.

Dividend income on investments is accounted for when the company's right to receive dividend is established.

Interest income is recognized on accrual basis.

d. Fixed assets and depreciation

Owned tangible assets

Tangible fixed assets are stated at original cost of acquisition less accumulated depreciation and impairment losses. Cost comprises of all costs incurred to bring the assets to their present location and working condition.

Depreciation on tangible fixed assets is provided, on a pro-rata basis for the period of use, on the Straight Line Method (SLM), considering the useful lives of the assets as per Schedule II to the Companies Act, 2013 or as per the management's assesment of useful life whichever is lower. The useful Lives are as follows:

Asset	Useful Life
Furniture	10 years
Office equipment	5 years
Computers	3 years
Leasehold Improvements	10 years or lease period whichever is lower

Assets costing Rs. 5,000/- or less are fully depreciated in the year of acquisition.

Owned intangible assets

Intangible fixed assets are stated at cost of acquisition or internal generation, less accumulated amortisation and impairment losses. An intangible asset is recognised, where it is probable that the future economic benefits attributable to the assets will flow to the enterprise and where its cost can be reliably measured. The depreciable amount of the intangible assets is allocated over the best estimate of its useful life on a straight line basis.

The Company capitalises software and related implementation costs where it is reasonably estimated that the software has an enduring useful life. Software is depreciated over management estimate of its useful life not exceeding 6 years.

Leased assets

Assets acquired under finance lease are accounted for at the inception of lease at the fair value of the assets or present value of minimum lease payments whichever is lower. At the end of lease term, asset will revert back to the lessor; hence they are fully depreciated on a straight line basis over the lease term or its useful life whichever is shorter.

At the Balance sheet date, assets held for disposal are valued at Written Down Value (WDV) or Net Realizable Value (NRV), whichever is lower.

e. Impairment of assets

An asset is considered as impaired when on the balance sheet date there are indications of impairment in the carrying amount of the assets, or where applicable the cash generating unit to which the asset belongs, exceeds its recoverable amount (i.e. the higher of the assets' net selling price and value in use). The carrying amount is reduced to the level of recoverable amount and the reduction is recognised as an impairment loss in the profit and loss account.

f. Investments

Investments are classified as non-current/ long-term or current. Non-current/ long-term investments are carried at cost, however, provision for diminution in the value of non-current/ long-term investments is made to recognise a decline, other than temporary, in the value of investments. The provision for diminution in the value of the quoted long-term investments is made to recognise the decline at lower of cost or market value, determined on the basis of the quoted prices of individual investment. Provision for diminution in the value of unquoted non-current/ long-term investments is made as per the Management's estimate. Current investments are carried at lower of cost or fair value.

g. Employee Benefits

Defined contribution plan

The Company makes defined contribution to the provident fund, which is recognized in the profit and loss account on an accrual basis.

Defined benefit plan

The Company's liabilities under the Payment of Gratuity Act are determined on the basis of actuarial valuation made at the end of each financial year using the projected unit credit method. Actuarial gains and losses are recognised in the statement of profit and loss account as income or expense respectively. Obligation is measured at the present value of estimated future cash flows using a discounted rate that is determined by reference to market yields on the date of balance sheet on government bonds where the currency and terms of the government bonds are consistent with the currency and estimated terms of the defined benefit obligation.

Short term employee benefits

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

h. Taxation

Tax expense comprises current tax and deferred tax.

Provision for current tax is made on the basis of estimated taxable income for the current accounting year in accordance with the provisions of Income Tax Act, 1961.

Deferred tax for timing differences between the book and tax profits for the year is accounted for, using the tax rates and laws that apply substantively as on the date of balance sheet. Deferred tax assets arising from timing differences are recognised to the extent there is reasonable certainty that these would be realised in future.

Deferred tax assets, in case of unabsorbed losses and unabsorbed depreciation, are recognised only if there is virtual certainty that such deferred tax asset can be realised against future taxable profits.

i. Borrowing costs

Borrowing costs that are attributable to the acquisition or construction of qualifying assets are capitalised as part of the cost 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 the profit and loss account.

j. Operating leases

Leases, where significant portion of risk and reward of ownership are retained by the Lessor, are classified as Operating leases and lease rentals thereon are charged to the profit and loss account.

k. Foreign currency transactions

Transactions in foreign currency are recorded at rates of exchange prevailing on the date of transaction. Foreign currency monetary items are reported using closing rate of exchange at the end of the year. The resulting exchange gain/loss is reflected in the profit and loss account. Other non-monetary items, like fixed assets, investments in equity shares, are carried in terms of historical cost using the exchange rate at the date of transaction.

l. Provisions, contingent liabilities and contingent assets

Contingent Liabilities are possible but not probable obligations as on the balance sheet date, based on the available evidence. Provisions are recognised when there is a present obligation as a result of past event; and it is probable that an outflow of resources will be required to settle the obligation, in respect of which a reliable estimate can be made. Provisions are determined based on best estimate required to settle the obligation at the balance sheet date. Contingent assets are not recognised in the financial statements.

		As at 31.03.2015 Rupees	As at 31.03.2014 Rupees
2.1 SHARE CAPITAL			
Authorised			
35,00,000 (previous year 35,00,000) Equity Shares of Rs. 10/- each		35,00,000	35,00,000
		35,00,000	35,00,000
Issued, Subscribed and Paid-up			
16,00,000 (previous year 16,00,000) Equity Shares of Rs. 10/- each fully paidup		16,00,000	16,00,000
Total		16,00,000	16,00,000

Note a.

The Company has only one class of shares referred to as equity shares having a Face Value of Rs. 10/-. Each holder of equity shares is entitled to one vote per share.

Note b.

Particulars	Equity Shares			
	As at 31.03.2015		As at 31.03.2014	
	Number	Rupees	Number	Rupees
Shares outstanding at the beginning of the year	1,600,000	16,00,000	1,600,000	16,00,000
Shares Issued during the year	-	-	-	-
Shares bought back during the year	-	-	-	-
Shares outstanding at the end of the year	1,600,000	16,00,000	1,600,000	16,00,000

Note c.

Out of Equity shares issued by the Company, shares held by each shareholder including its holding company, ultimate holding company and their subsidiaries/associates, holding more than 5 percent shares specifying the number of shares held are as below:

Particulars	Nature of Relationship	As at 31.03.2015		As at 31.03.2014	
		No. of Shares held	% of Holding	No. of Shares held	% of Holding
Equity Shares:					
JM Financial Limited	Holding Company	1,600,000	100	1,600,000	100

	As at 31.03.2015 Rupees	As at 31.03.2014 Rupees
2.2 RESERVES AND SURPLUS		
a. Securities premium account	31,800,000	31,800,000
b .Surplus / (deficit) in profit and loss account:		
Opening balance	31,935,356	16,864,412
(+) Profit for the year	18,192,092	15,070,944
Closing balance	50,127,448	31,935,356
Less:- Amount due to change in useful life of assets	(14,534)	-
Total	81,912,914	63,735,356
2.3 LONG-TERM PROVISIONS		
For employee benefits - gratuity	214,635	799,983
Clawback obligation towards JM Financial Property Fund I	1,911,673	1,911,673
Clawback obligation towards JM Financial Property Fund II	1,816,037	1,816,037
Total	3,942,345	4,527,693
2.4 TRADE PAYABLES		
Trade Payables		
*Total outstanding dues to creditors other than Micro, Small and Medium Enterprises	6,110,686	5,944,749
Total	6,110,686	5,944,749
2.5 OTHER CURRENT LIABILITIES		
Payable to employees	4,951,500	9,847,500
Statutory dues	348,226	501,876
Total	5,299,726	10,349,376
2.6 SHORT-TERM PROVISIONS		
For employee benefits - compensated absences	170,345	472,167
For employee benefits - gratuity	4,832	59,717
Total	175,177	531,884

* The Company has not received any intimation from suppliers regarding their status under the Micro, Small and Medium Enterprises Development Act, 2006 and hence disclosure, if any relating to amounts repaid as at the year end together with interest paid / payable as required under the said Act have not been given

2.7 FIXED ASSETS

Description	GROSS BLOCK			DEPRECIATION/AMORTISATION			NET BLOCK		
	As at 1-Apr-14	Additions	Deductions / Adjustments	As at 31-Mar-15	As at 1-Apr-14	For the year	Deductions / Adjustments	As at 31-Mar-15	As at 31-Mar-14
TANGIBLE ASSETS:									
Owned Assets:									
Office Equipments	829,000	-	708,875	120,125	819,222	3,728	708,875	6,050	9,778
Computers	777,057	-	14,531	762,526	487,931	240,277	(3)	34,315	289,125
Furniture & Fixtures	737,425	-	525,235	212,190	522,152	41,575	391,236	39,700	215,273
Total	2,343,482	-	1,248,641	1,094,841	1,829,305	285,580	1,100,108	80,065	514,177
Previous Year	2,444,761	16,400	117,679	2,343,482	1,747,599	196,537	114,833	514,177	-

2.8 NON CURRENT INVESTMENTS

	As at 31.03.2015		As at 31.03.2014	
	Nos. of	Rupees	Nos. of	Rupees
	Units/ Shares		Units/ Shares	
TRADE INVESTMENTS				
(a) Investment in Venture capital fund units (at cost)				
(refer note 3 below)				
Unquoted:				
JM Financial Property Fund I - Class B units (Face value in current year Rs. 10,000 and in previous year Rs.10,000) (Paid -up value in current year Rs. 9833.89 and in previous year Rs.9833.89)	9	88,505	9	88,505
JM Financial Property Fund II - Class B units (Face value in current year Rs.10,000 and in previous year Rs.10,000)	8	83,279	9	90,000
OTHER THAN TRADE INVESTMENTS				
(a) Investment in equity instruments (at cost)				
Quoted:				
In other companies				
Astral Poly Technik Limited (Equity Shares of Rs. 1/- each fully paid up)	883	365,069	-	-
City Union Bank Limited (Equity Shares of Rs. 1/- each fully paid up)	13,400	1,055,266	-	-
Greenply Industries Limited (Equity Shares of Rs. 5/- each fully paid up)	432	281,397	-	-
Greenlam Industries Limited (Equity Shares of Rs. 5/- each fully paid up)	740	260,694	-	-
Igarashi Motors India Limited (Equity Shares of Rs. 10/- each fully paid up)	1,000	296,669	-	-
IndusInd Bank Limited (Equity Shares of Rs. 10/- each fully paid up)	586	331,746	-	-
Karur Vysya bank Limited (Equity Shares of Rs. 10/- each fully paid up)	600	282,637	-	-
KPIT Technologies Limited (Equity Shares of Rs. 2/- each fully paid up)	2,253	335,375	-	-
Orient Cement Limited (Equity Shares of Rs. 1/- each fully paid up)	1,179	137,065	-	-
Sanghvi Movers Limited (Equity Shares of Rs. 2/- each fully paid up)	1,666	282,681	-	-
Shriram City Union Finance Limited (Equity Shares of Rs. 10/- each fully paid up)	557	934,989	-	-
Shriram Transport Finance Company Limited	300	274,240	-	-

2.8 NON CURRENT INVESTMENTS

	As at 31.03.2015		As at 31.03.2014	
	Nos. of	Rupees	Nos. of	Rupees
	Units/ Shares		Units/ Shares	
(Equity Shares of Rs. 10/- each fully paid up) The Ramco Cements Limited	680	220,368	-	-
(Equity Shares of Rs. 1/- each fully paid up) The South Indian Bank Limited	11,568	319,604	-	-
(Equity Shares of Rs. 1/- each fully paid up) Arti Industries Limited	176	52,028	-	-
(Equity Shares of Rs. 5/- each fully paid up) Balkrishna Industries Limited	131	84,805	-	-
(Equity Shares of Rs. 2/- each fully paid up) Nitesh Estates Limited	3,750,000	50,625,000	-	-
(Equity Shares of Rs. 10/- each fully paid up)				
Unquoted: In other companies				
Trent Retail Services Ltd. (Equity Shares of Rs. 100/- each fully paid up)	995	190,244	995	190,244
(b) Investment in preference shares (at cost) (refer note 4 below)				
Unquoted: JM Financial Commtrade Limited (50,00,000 6% Optionally Convertible Preference Shares of Rs. 10/- each fully paid up)	-	-	5,000,000	50,125,260
Total		56,501,661		50,494,009

Notes:

1. The aggregate cost of unquoted investments is Rs. 3,62,028/- (previous year Rs. 5,04,94,009/-)
2. The Market Value of quoted investments as on 31 March 2015 is Rs. 6,25,08,475/- (Cost of Rs. 5,61,39,632/-)
3. Redemption of units is at the sole discretion of the trustee to the Venture Fund in consultation with Investment Manager and Contributor to be effected either at the par value or net asset value per unit or at such price as deemed appropriate. Transfer of these units is at discretion of trustees to the fund.
4. Company have an option to convert all or a part of the 6% Optionally convertible preference shares (OCPS) outstanding at any time after completion of three months from date of allotment. On conversion Company would receive one Equity share of the Investee Company for each OCPS presented for conversion. Investee Company have a right to redeem OCPS either fully or partly in tranches any time within a period of 10 years.

	As at 31.03.2015 Rupees	As at 31.03.2014 Rupees
2.9 DEFERRED TAX ASSETS/ (LIABILITY)		
Differences in the tax and books written down value of fixed assets	145,249	85,602
Provision for Gratuity	67,815	265,647
Compensated Absences	52,637	145,900
Total	265,701	497,149
Deferred tax assets arising due to timing difference on account of brought forward loss has not been recognized as a measure of prudence.		
2.10 LONG -TERM LOANS AND ADVANCES		
Other loans and advances		
Unsecured, considered good		
(i) Advance Tax and Tax Deducted at source (net of provision of tax)	8,200,680	7,521,838
(ii) Other deposits	74,338	84,338
Total	8,275,018	7,606,176

2.11 CURRENT INVESTMENTS

	As at 31.03.2015		As at 31.03.2014	
	Nos. of Units/ Shares	Rupees	Nos. of Units/ Shares	Rupees
OTHER THAN TRADE INVESTMENTS				
(a) Investment in mutual funds (at cost)				
(refer note 1 below)				
Unquoted:				
HDFC Liquid Fund- Growth Option	110,825	2,907,023	-	-
HDFC Liquid Fund- Direct Plan- Growth Option	33,331	905,700	-	-
Total		3,812,723		-

Notes:

1. Net asset value of the mutual fund units as on 31 March, 2015 is Rs. 39,76,526/- (Previous year Rs. Nil/-)

	As at 31.03.2015 Rupees	As at 31.03.2014 Rupees
2.12 TRADE RECEIVABLES		
Trade receivables outstanding for a period more than six months from the date they are due for payment		
Unsecured, considered good	8,380,489	-
Trade receivables outstanding for a period less than six months from the date they are due for payment		
Unsecured, considered good	18,695,677	-
Total	27,076,166	-
2.13 CASH AND BANK BALANCES		
Cash and cash equivalents		
Bank balances:		
In current accounts	1,337,840	1,035,485
In deposit accounts (less than 3 months maturity)	7,730,000	32,070,000
	9,067,840	33,105,485
Total	9,067,840	33,105,485
2.14 SHORT-TERM LOANS AND ADVANCES		
Staff Loans & Advances (Unsecured)	6,660	12,675
Advances recoverable in cash or in kind or for value to be received	1,325,106	2,976,350
Deposits	6,761,000	5,700,000
Total	8,092,766	8,689,025
2.15 OTHER CURRENT ASSETS		
Interest accrued but not due on Fixed Deposits	268,908	183,037
Total	268,908	183,037
2.16 REVENUE FROM OPERATIONS		
Fees and Commission		
Management fees	51,113,139	58,085,734
Total	51,113,139	58,085,734
2.17 OTHER INCOME		
Interest Income	342,122	3,410,832
Dividend	1,290,287	3,549,939
Profit on sale of investments	-	1,920,673
Miscellaneous Income	3,010	866,743
Total	1,635,419	9,748,187

	As at 31.03.2015 Rupees	As at 31.03.2014 Rupees
2.18 EMPLOYEE BENEFITS EXPENSE		
Salaries, Bonus and Allowances	13,399,848	24,043,334
Contribution to Provident Fund and Other Funds	458,262	818,544
Gratuity	789,363	69,488
Staff Welfare	81,339	64,236
Total	14,728,812	24,995,602
2.19 OTHER EXPENSES		
Space and other related cost	4,819,748	7,109,030
Rates and taxes	981,762	814,716
Insurance expenses	281,682	319,529
Repairs and maintenance	45,414	30,027
Communication expenses	177,301	214,680
Legal and professional fees	764,743	3,256,486
PMS Related Expenses	334,197	-
Auditors' remuneration		
Statutory audit	100,000	100,000
Certification/ Limited Review	60,000	60,000
Travelling expenses	42,707	23,400
Conveyance expenses	115,507	109,522
Hotel, lodging and boarding expenses	11,512	15,347
Information Technology Expenses	292,693	234,532
Printing and stationery	132,174	112,747
Manpower Expenses	354,786	480,817
Fund Expenses	5,250,492	5,332,475
Electricity Expenses	503,967	215,439
Provision for clawback obligation	-	3,727,710
Miscellaneous expenses	641,940	1,513,975
Total	14,910,625	23,670,432

2.20 EARNING PER SHARE

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	For the year ended March 31, 2015	For the year ended March 31, 2014
Profit after tax (Rupees)	18,192,092	15,070,944
Profit attributable to the equity shareholders for the purpose of basic & diluted earnings per share (Rupees)	18,192,092	15,070,944
Weighted average number of equity shares outstanding during the year for basic & diluted earnings per share	1,600,000	1,600,000
Basic & diluted earnings per share – Rupees	11.37	9.42
Nominal value per share – Rupees	10	10

2.21 Expenditure in Foreign Currency

Particulars	For the year ended March 31, 2015	For the year ended March 31, 2014
Other expenditure		
- Fund expenses	5,250,492	5,332,475
- Professional fees	408,982	382,275

2.22 Segment Reporting

a) Primary Segment:

The Company operates in the business of providing asset management and other related services. As such, that is the only reportable business segment as per accounting standard 17 on "Segment Reporting".

b) Secondary Segment (by Geographical segments):

The Company operates only in one geographical segment.

2.23 Leases

A Operating Lease

The current office premises of the Company is under operating lease upto March 31, 2015 which may be further extended as per mutual concern between parties.

The minimum lease rentals outstanding with respect to these assets are as under:

Particulars	Amount in Rupees	
	Total lease payment outstanding as at March 31, 2015	Total lease payment outstanding as at March 31, 2014
Not later than 1 year	5,034,960	4,795,200
Later than 1 year but not later than 5 years	29,212,397	-
Later than 5 years	-	-
Total	34,247,357	4,795,200
Debit Profit & Loss Account	4,819,748	7,109,030

2.24 Employee benefits

A Defined benefit plans

a) Gratuity

Amount recognised in the balance sheet with respect to gratuity	For the year ended March 31, 2015	For the year ended March 31, 2014
Present value of the defined benefit obligation at the year end	219,467	859,700
Fair value of plan assets	-	-
Net liability	219,467	859,700

Amount recognised in salary, wages and employee benefits in the profit and loss account with respect to gratuity	For the year ended March 31, 2015	For the year ended March 31, 2014
Current service cost	74,329	75,212
Interest on defined benefit obligations	82,280	67,998
Expected return on plan assets	-	-
Net actuarial (gain) /loss recognised during the year	632,754	(73,722)
Past service cost	-	-
Net gratuity cost	789,363	69,488

Actual return on plan assets	For the year ended March 31, 2015	For the year ended March 31, 2014
Expected return on plan assets	-	-
Actuarial gain/(loss) on plan assets	-	-

Reconciliation of present value of the obligation and the fair value of the plan assets:	For the year ended March 31, 2015	For the year ended March 31, 2014
Opening defined benefit obligation	859,700	790,212
Current service cost	74,329	75,212
Interest cost	82,280	67,998
Actuarial (gain)/loss	632,754	(73,722)
Past service cost	-	-
Liability assumed on acquisition/(settled on divestiture)	(77,672)	-
Benefits paid	(1,351,924)	-
Closing defined benefit obligation	219,467	859,700

Change in fair value of plan assets	For the year ended March 31, 2015	For the year ended March 31, 2014
Opening fair value of the plan assets	-	-
Expected return on plan assets	-	-
Actuarial (gain)/loss	-	-
Assets acquired on acquisition/ (Distributed on divestiture)	-	-
Contributions by the employer	1,351,924	-
Benefits paid	(1,351,924)	-
Closing fair value of the plan assets	-	-

Investment details of plan assets	For the year ended March 31, 2015	For the year ended March 31, 2014
Investment details of plan assets	-	-

Valuation assumptions

For the purpose of arriving at the liability, the following assumptions have been considered:

Change in fair value of plan assets	2014-15	2013-14
Retirement Age	60 years	60 years
Salary Escalation (over a long term.)	7.00%	7.00%
Rate of Discounting	8.00%	9.10%
Mortality Table	Under the Indian Assured Lives Mortality (2006-08) Ult table	Under the Indian Assured Lives Mortality (2006-08) Ult table

Withdrawal Rates : Age related

- The estimates of future salary increases, takes into account inflation, seniority, promotion and other relevant factors in the employment market.
- The above information is certified by the actuary.

b) Compensated absences

As per companies policy, provision of Rs. 1,56,642/- has been reversed (previous year provision reversed of Rs.6,717/-) towards compensated absence carry forward on actual basis. Provision for compensated absence as at March 31, 2015 is Rs. 1,70,345/- (previous year Rs. 4,72,167/-).

B Defined contribution plans

Amount recognised as an expense and included in the Note 2.17 – 'Contribution to provident fund' Rs. 4,58,262/- (previous year Rs. 8,18,544/-).

2.25 Disclosure in respect of related parties pursuant to accounting standard 18:

I. Names of related parties and description of relationship where control exists

A. Holding company

JM Financial Limited

B. Fellow Subsidiaries

JM Financial Institutional Securities Limited
 JM Financial Investment Managers Limited
 JM Financial Properties and Holdings Limited
 JM Financial Products Limited
 JM Financial Services Limited

C. Individual exercising control or significant influence by way of voting power in reporting enterprise and relatives of such person.

Individual exercising control or significant influence

Mr. Nimesh Kampani

II. Related party relationship have been identified by the management and relied upon by the auditors.

During the year the following transactions were carried out with the related parties in the ordinary course of business.

Particulars	Nature of Transaction	2014-15 Amount	2013-14 Amount
Fellow Subsidiaries			
JM Financial Institutional Securities Limited	(i) Purchase of Equity Shares	50,625,000	-
	(ii) Expenses reimbursed	32,730	214,776
	(iii) Outstanding payables at year end	-	182,676
JM Financial Investment Managers Limited	(i) Expenses reimbursed	27,713	38,676
	(ii) Purchase of fixed assets	-	16,400
JM Financial Properties and Holdings Limited	(i) Rent paid	2,397,600	4,795,200
	(ii) Business service centre expenses paid	2,397,600	-
	(iii) Rates & Taxes paid	495,698	494,116
	(iv) Expenses reimbursed	580,336	279,172
	(v) Security deposit paid	1,061,000	-
	(vi) Security deposit recoverable	6,761,000	5,700,000
JM Financial Products Limited	(i) Transfer of Gratuity liability	77,672	-
JM Financial Services Limited	(i) Purchase of preference shares of JM Financial Commtrade Ltd.	-	50,000,000
	(ii) Sale of preference shares of JM Financial Commtrade Ltd.	50,000,000	-

No amount is written off or written back during the year in respect of debts due from or to related parties

2.26 Previous year's figures have been regrouped / reclassified wherever necessary to correspond with the current year's classification / disclosure.

For and on behalf of the Board

Vishal Kampani

Chairman

DIN- 00009079

Dipti Neelakantan

Director

DIN- 00505452

Place: Mumbai

Date : 19 May, 2015