



JM FINANCIAL SECURITIES INC.

Annual Accounts 2015 -16

JM FINANCIAL SECURITIES, INC
UNAUDITED BALANCE SHEET AS AT 31ST MARCH, 2016

Particulars	Note No.	USD	As at 31.03.2016 USD	As at 31.03.2015 USD
I. EQUITY AND LIABILITIES				
(1) Shareholder's Funds				
(a) Share Capital	2	165		75
(b) Reserves and Surplus	3	1,211,248		586,905
			1,211,413	586,980
(2) Current Liabilities				
Trade Payables	4		69,599	9,957
Other current liabilities			500	-
			70,099	9,957
Total			1,281,512	596,937
II. ASSETS				
(1) Current assets				
(a) Cash and Cash equivalents	5	1,234,388		575,735
(b) Short-term loans and advances	6	47,124		21,202
			1,281,512	596,937
Total			1,281,512	596,937

For JM Financial Securities, Inc

Manish Prasad
Director

Place: Mumbai
Date: April 25, 2016

JM FINANCIAL SECURITIES, INC
STATEMENT OF UNAUDITED PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH, 2016
(In USD)

	Particulars	Note No.	(In USD)	
			For the year ended 31.03.2016	For the year ended 31.03.2015
I	Other Income	7	18,000	-
	TOTAL REVENUE		18,000	-
II	EXPENSES			
	Other expenses	8	290,388	86,300
	TOTAL EXPENSES		290,388	86,300
III	Profit / (Loss)Before Tax (I - II)		(272,388)	(86,300)
IV	Less: Tax expense		2,354	-
V	Profit / (Loss) after Tax		(274,742)	(86,300)

For JM Financial Securities, Inc
Manish Prasad
Director

Place: Mumbai

Date: April 25, 2016

JM FINANCIAL SECURITIES, INC
NOTES TO UNAUDITED FINANCIAL STATEMENTS

(in USD)

Note No.		As at 31.03.2016	As at 31.03.2015
2	SHARE CAPITAL		
a)	Authorised		
	16,500 (7,500) Shares of common stock - par value \$ 0.01	165	75
	TOTAL	165	75
b)	Issued, Subscribed and Paid-up		
	16,500 (7,500) Shares of common stock - par value \$ 0.01	165	75
	TOTAL	165	75
3	RESERVES AND SURPLUS		
	Securities Premium	749,925	299,970
	Addition on shares issued during the year	899,910	4,49,955
		16,49,835	7,49,925
	Profit and Loss Account (Debit balance)	(438,587)	(163,020)
	TOTAL	1,211,248	586,905
4	CURRENT LIABILITIES		
	Trade Payable	69,599	9,957
	Other current liabilities	500	-
	TOTAL	70,099	9,957
5	CASH AND CASH EQUIVALENTS		
	Cash on hand	-	-
	<u>Balances with Banks:</u>		
	- In Current Accounts	1,234,388	575,735
	TOTAL	1,234,388	575,735
6	SHORT-TERM LOANS AND ADVANCES		
	Advances recoverable in cash or in kind or for value to be received	47,124	21,202
	TOTAL	47,124	21,202
7	OTHER INCOME		
	Services fee	18,000	-
	TOTAL	18,000	-
8	OPERATING & OTHER EXPENSES		
	Salaries	41,043	-
	Rent	35,097	1,389
	Rates & Taxes	2,309	2,154
	Legal & Professional charges	134,500	75,992
	Insurance	10,241	1,667
	Audit fees	47,000	-
	Membership and Subscription	8,616	-
	Communication expenses	1,356	-
	Information technology expenses	3,870	-
	Miscellaneous expenses	6,356	5,098
	TOTAL	290,388	86,300

JM FINANCIAL SECURITIES, INC**SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO ACCOUNTS TO FINANCIAL STATEMENTS****1. Significant accounting policies****1.1 Method of Accounting**

The accounts are prepared in accordance with accounting principles generally accepted in India. The Company follows accrual method of accounting.

1.2 Use of estimates

The preparation of financial statements requires the management to make estimates and assumptions considered in the reported amounts of assets and liabilities (including contingent liabilities) as of the date of the financial statements and the reported income and expenses during the reporting period. Management believes that the estimates used in preparation of the financial statements are prudent and reasonable. Actual results could differ from these estimates.

1.3 Revenue recognition

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

Dividend income is recognized when the right to receive the dividend is established.

Interest income is recognised on accrual basis.

1.4 Taxes

Current tax is expected tax payable on the taxable income for the year, using tax rates enacted or substantially enacted at the balance sheet date and any adjustments payable in respect of previous years.

Deferred Tax is recognized, subject to the consideration of prudence in respect of deferred tax assets, on timing differences, being the differences between taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent periods.

Deferred tax assets arising mainly on account of carry forward of losses and unabsorbed depreciation under tax laws are recognised only if there is virtual certainty supported by convincing evidence that there will be sufficient future taxable income against which such deferred tax assets can be realised. Deferred tax assets on account of other timing differences are recognised only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realised.

NOTES TO ACCOUNTS TO FINANCIAL STATEMENTS

1.5 JM Financial Securities, Inc (the "Company"), incorporated in the State of Delaware on June 19, 2012, is a wholly owned subsidiary of JM Financial Overseas Holdings Private Limited (the "Parent") and is an indirect wholly owned subsidiary of JM Financial Limited (the "Ultimate Parent"). Beginning June 15, 2015, the Company is registered with the U.S. Securities and Exchange Commission ("Sec") as a broker dealer and is a member of the Financial Industry Regulatory Authority ("FINRA").

1.6 The Company began its business operations on February 1, 2016. The Company is registered as a broker-dealer and its operations consist primarily of marketing and distribution of research reports of companies primarily headquartered in India and Southeast Asia Companies.