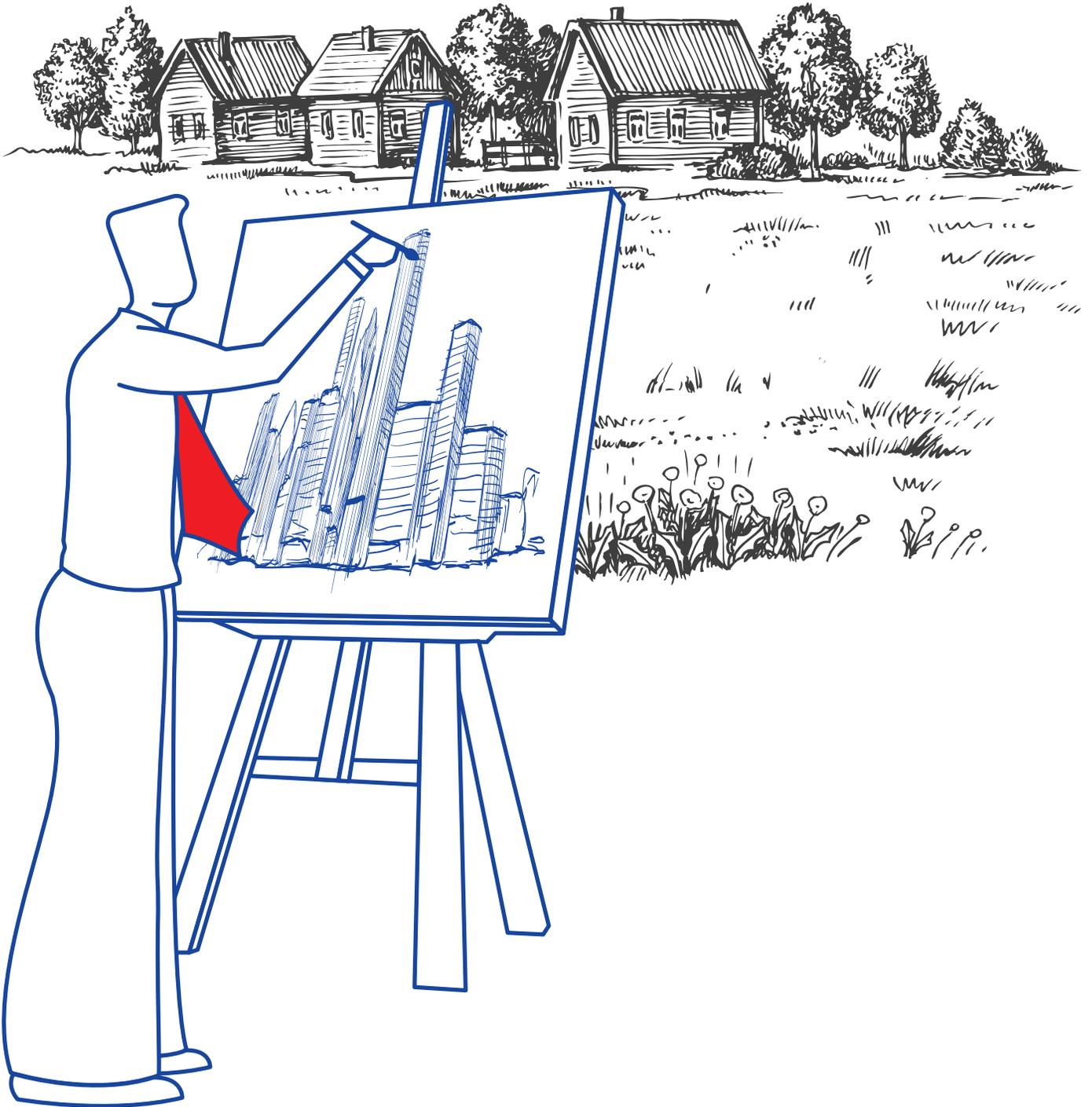


Towards Tomorrow
Expertise. Experience. Excellence.



CORPORATE INFORMATION

BOARD OF DIRECTORS

EXECUTIVE CHAIRMAN
Mr. V P Shetty

MANAGING DIRECTOR AND CHIEF
EXECUTIVE OFFICER
Mr. Anil Bhatia

NON-EXECUTIVE DIRECTORS

Mr. Narotam Sekhsaria
Mr. Pulkit Sekhsaria

INDEPENDENT DIRECTORS

Mr. Hoshang N Sinor
Mr. G M Ramamurthy
Mr. Shailesh Haribhakti
Dr. Anil Khandelwal
Ms. Rupa Vora

CHIEF OPERATING OFFICER

Mr. Vivek Grover

CHIEF FINANCIAL OFFICER

Mr. Sabyasachi Ray

COMPANY SECRETARY

Mr. Nikhil Bhandary

BANKERS

HDFC Bank Limited
IDBI Bank Limited
UCO Bank
RBL Bank Limited
Indian Overseas Bank
Punjab National Bank

STATUTORY AUDITORS

M/s. Khimji Kunverji & Co.
Sunshine Tower, Level 19,
Senapati Bapat Marg, Elphinstone Road,
Mumbai-400013, India.
Tel: +91 22 6143 7333
Website: www.kkc.in

REGISTRARS & SHARE TRANSFER AGENTS

Karvy Computershare Private Limited
Karvy Selenium Tower B, Plot 31-32,
Gachibowli,
Financial District, Nanakramguda,
Hyderabad – 500 032
Phone: +91 40 6716 2222 Fax: +91 40 2300
1153
Toll Free no.: 1800-345-4001
Email ID: einward.ris@karvy.com
Website: www.karvycomputershare.com

DEBENTURE TRUSTEE

Vistra ITCL (India) Limited
(Formerly known as IL&FS Trust Company Limited)
The IL&FS Financial Center
Plot No. C-22, G Block
Bandra Kurla Complex
Bandra (E), Mumbai 400051
Tel: +91 22 2659 3535 Fax: + 91 22 2653 3297
Website: www.vistraitcl.com

REGISTERED OFFICE

JM Financial Asset Reconstruction Company Limited
(Formerly known as JM Financial Asset Reconstruction Company Private Limited)
7th Floor, Cnergy, Appasaheb Marathe Marg,
Prabhadevi, Mumbai 400 025
Tel: +91 22 6630 3030 Fax: + 91 22 6630 3223
Email: nikhil.bhandary@jmfl.com
Website: www.jmfinancialarc.com

CIN: U67190MH2007PLC174287

The red tie man,

is characterised as a visionary painter who can foresee the progress in the future. Despite the simple dwellings, he paints skyscrapers recognising the opportunities offered in the market just like the Company does. Moreover, the painting signifies the confidence and ability of JM Financial to make the most of the market opportunities with its expertise, experience and excellence. The Company is viewed as a trusted partner and advisor that consistently adds stakeholder value, just like the painting aims to do in sharp contrast to the actual settings.

INDEPENDENT AUDITOR'S REPORT

To the Members of JM Financial Asset Reconstruction Company Limited

(Formerly known as JM Financial Asset Reconstruction Company Private Limited)

Report on the Financial Statements

1 We have audited the accompanying financial statements of JM Financial Asset Reconstruction Company Limited (Formerly known as JM Financial Asset Reconstruction Company Private Limited) ("the Company"), which comprise the Balance Sheet as at March 31, 2017, 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 statement, 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 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 March 31, 2017, its Profit 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, 2016 ("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", 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;

INDEPENDENT AUDITOR'S REPORT

- 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, 2017, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2017, 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 of the Company and the operating effectiveness of such controls, refer to our separate report in "Annexure B";
- g. 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 (Refer Note 2.32)
- ii. The Company does not have any long-term contracts including derivative contracts for which there existed any foreseeable losses
- 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
- iv. The Company has provided requisite disclosures in its financial statements as to holdings as well as dealings in Specified Bank notes during the period from November 8, 2016 to December 30, 2016 and as explained to us, the same are in accordance with books of accounts and records maintained by the Company. (Refer Note 2.26)

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

Place: Mumbai
Date: April 21, 2017

Hasmukh B Dedhia
Partner (F - 33494)

INDEPENDENT AUDITOR'S REPORT

Annexure A referred to in paragraph 7 Our Report of even date to the members of JM Financial Asset Reconstruction Company Limited (Formerly known as JM Financial Asset Reconstruction Company Private Limited) on the Financial Statements of the Company for the year ended March 31, 2017

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) Based on the records of the Company examined by 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;
 - (c) According to the information and explanations given to us and based on the records of the Company examined by us, title deed of an immovable property is held in the name of the Company
 - ii. The nature of business of the Company does not require it to have any inventory. Hence, the requirement of clause 3 (ii) of the Order is not applicable to it
 - iii. The company has not granted any loans, secured or unsecured to companies, firms or other parties covered in the register maintained under section 189 of the Act. Hence the requirement of clause 3 (iii) of the order is not applicable
 - iv. According to the records of the company examined by us and as per the information and explanations given to us, the Company has not granted any loans or advances covered under Section 185 and 186 of the Act
 - v. The Company has not accepted any deposits from the public covered under Section 73 to 76 of the Companies Act, 2013
 - 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 and based on the records of the Company examined by us, the company is generally regular in depositing the undisputed statutory dues, including Provident Fund, Income-tax, Value Added Tax, Sales Tax, Service Tax, and other material statutory dues applicable to it. There are no undisputed statutory dues remaining outstanding for the period exceeding six months as at the date of the Balance sheet.
- We have been informed that Employees' state insurance, Custom duty and Excise Duty are currently not applicable to the Company for the year under audit
- (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, Service Tax, Value Added Tax, Sales Tax, Customs Duty, Excise Duty and Cess which have not been deposited on account of any disputes
- We have been informed that Custom duty and Excise Duty are currently not applicable to the Company for the year under audit
- viii. According to the information and explanations given to us and based on the records of the Company examined by us, the Company has not defaulted in repayment of loans or borrowings to any financial institutions, Banks, Government or dues to debenture holders
 - ix. The Company has raised money by way of issue of listed secured non-convertible debentures and term loans. Based on the records of the company examined in course of our audit, the moneys so raised have been utilized for the purpose of business for which the same were raised
 - x. 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 by the Company or on the Company by its officers or employees noticed or reported during the course of our audit nor have we been informed of any such instance by the Management

INDEPENDENT AUDITOR'S REPORT

- xi. According to the information and explanations given and based on the records of the company examined by us, the Company has complied with the provisions of Section 197 read with Schedule V to the Companies Act, 2013 pertaining to Managerial Remuneration paid/provided during the year under audit
- xii. In our opinion and according to the information and explanations given to us, the Company is not a Nidhi Company. Hence, clause 3(xii) of the Order is not applicable
- xiii. According to the information and explanations given to us and based on the records examined by us, the Company has complied with the provisions of Section 177 read with Rule 6 of Companies (Meetings of Board and its Powers) Rules, 2014. The transactions with related parties entered into by the Company, disclosures whereof are made as per applicable Accounting Standards, do not attract the provisions of Section 188 of the Act
- xiv. The Company has not made any preferential allotment or private placement of preference shares or fully or partly convertible debentures during the year under review. Hence, clause 3(xiv) of the Order is not applicable
- xv. According to the records of the Company examined in course of our audit and as per the information and explanations given to us, the Company has not entered in any non-cash transactions with directors or persons connected with them during the year under audit. Hence, provisions of Section 192 are not applicable to the Company
- xvi. The Company being a Securitisation and Reconstruction Company ('SCRC') under SARFAESI Act 2002, it is not required to be registered under Section 45 IA of the Reserve Bank of India Act 1934

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

Place: Mumbai
Date: April 21, 2017

Hasmukh B Dedhia
Partner (F - 33494)

INDEPENDENT AUDITOR'S REPORT

Annexure B referred to in paragraph 8(f) of Our Report of even date to the members of JM Financial Asset Reconstruction Company Limited (Formerly known as JM Financial Asset Reconstruction Company Private Limited) on the Financial Statements of the company for the year ended March 31, 2017

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ('the Act')

We have audited the internal financial controls over financial reporting of the company as at 31 March 2017 in conjunction with our audit of 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 ('the Guidance Note') issued by the Institute of Chartered Accountants of India ('ICAI'). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively 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.

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Act, to the extent applicable to an audit of internal financial controls over financial reporting. 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 are established and maintained and whether 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 judgment, including the assessment of the risks of material misstatement in 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

Internal financial control over financial reporting is a process designed by the Company 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 details, 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 authorizations of Management and Board of Directors of the Company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized 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. Further, 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 owing to changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate or for other reasons

INDEPENDENT AUDITOR'S REPORT

Opinion

In our opinion, 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 March 31, 2017, 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.

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

Place: Mumbai
Date: April 21, 2017

Hasmukh B Dedhia
Partner (F - 33494)

BALANCE SHEET

as at March 31, 2017

Particulars	Note No.	₹ in crore	
		As at March 31, 2017	As at March 31, 2016
I. EQUITY AND LIABILITIES			
1 Shareholders' funds			
a Share Capital	2.01	241.25	241.25
b Reserves and Surplus	2.02	338.52	283.65
		579.77	524.90
2 Non-current liabilities			
a Long-term borrowings	2.03	340.12	350.28
b Other Liabilities	2.04	2.95	-
c Long-term provisions	2.05	0.69	0.50
		343.76	350.78
3 Current liabilities			
a Short-term borrowings	2.06	614.98	383.92
b Trade payables	2.07	0.82	0.17
c Current maturities of long-term borrowings	2.08	200.00	30.00
d Other current liabilities	2.09	70.24	49.70
e Short-term provisions	2.10	0.70	0.55
		886.74	464.34
Total		1,810.27	1,340.02
II. ASSETS			
1 Non-current assets			
a Fixed assets	2.11		
(i) Tangible assets		2.17	2.85
(ii) Intangible assets		0.29	0.50
b Deferred tax assets (net)	2.12	13.35	7.64
c Long-term loans and advances	2.13	4.21	24.91
		20.02	35.90
2 Current assets			
a Current investments	2.14	1,635.40	1,226.24
b Trade receivables	2.15	63.75	33.58
c Cash and bank balances	2.16	17.88	2.34
d Short-term loans and advances	2.17	73.22	41.96
		1,790.25	1,304.12
Total		1,810.27	1,340.02
Significant accounting policies and notes to the financial statements	1 & 2		

As per our attached report of even date
 For Khimji Kunverji & Co.
 Chartered Accountants
 Firm Registration No: 105146W

For and on behalf of the Board of Directors

Hasmukh B Dedhia
 Partner
 Membership No. F-33494

VP Shetty
 Executive Chairman
 (DIN-00021773)

Rupa Vora
 Chairperson- Audit Committee
 (DIN-01831916)

Anil Bhatia
 Managing Director & Chief Executive Officer
 (DIN-01310959)

Date : April 21, 2017
Place : Mumbai

Nikhil Bhandary
 Company Secretary

Sabyasachi Ray
 Chief Financial Officer

STATEMENT OF PROFIT AND LOSS

for the year ended March 31, 2017

Particulars	Note No.	₹ in crore	
		For the year ended March 31, 2017	For the year ended March 31, 2016
I REVENUE FROM OPERATIONS	2.18	223.74	317.79
II OTHER INCOME	2.19	0.12	1.23
III Total Revenue (I + II)		223.86	319.02
IV EXPENSES			
Employee benefits expense	2.20	22.37	27.13
Finance costs	2.21	91.87	97.08
Provision/write off for receivables, loans & investments	2.22	13.23	25.20
Depreciation and amortization expense	2.11	1.20	1.09
Other expenses	2.23	11.40	10.13
Total expenses		140.07	160.63
V Profit before tax		83.79	158.39
Tax expense			
Current tax		34.63	57.14
Deferred tax		(5.71)	(7.06)
Excess provision for tax in respect of earlier year (net)		-	(0.05)
		28.92	50.03
VI Profit after tax		54.87	108.36
VII Earnings per share			
Basic / Diluted		2.27	4.49
Significant accounting policies and notes to the financial statements	1 & 2		

As per our attached report of even date
For Khimji Kunverji & Co.
Chartered Accountants
Firm Registration No.: 105146W

For and on behalf of the Board of Directors

Hasmukh B Dedhia
Partner
Membership No. F-33494

VP Shetty
Executive Chairman
(DIN-00021773)

Rupa Vora
Chairperson- Audit Committee
(DIN - 01831916)

Anil Bhatia
Managing Director & Chief Executive Officer
(DIN-01310959)

Date : April 21, 2017
Place : Mumbai

Nikhil Bhandary
Company Secretary

Sabyasachi Ray
Chief Financial Officer

STATEMENT OF CASH FLOW

for the year ended March 31, 2017

Particulars	₹ in crore	
	For the year ended March 31, 2017	For the year ended March 31, 2016
A Cash flow from operating activities		
Profit before tax	83.79	158.39
Adjustment for:		
Depreciation	1.20	1.09
Write off/reversal of receivables and investments	-	12.82
Provision for receivables, advances and loans	13.23	12.38
Earlier year provision on receivables/advances w/back	(1.68)	(8.29)
Provision for gratuity	0.20	0.18
Provision for/(reversal of) compensated absences	0.13	0.08
Interest expense	91.87	97.08
Operating profit before working capital changes	188.75	273.73
Adjustment for:		
(Increase)/decrease in trade receivables	(30.17)	15.80
(Increase)/decrease in short-term loans and advances	(31.26)	(6.84)
Increase/(decrease) in trade payables	0.66	(0.04)
Increase/(decrease) in other current liabilities	20.52	7.00
Increase/(decrease) in other bank balances	(0.07)	(0.69)
Cash generated from/(used in) operations	148.42	288.97
Direct taxes paid	(33.93)	(59.47)
Net cash from/(used in) operating activities	114.50	229.51
B Cash flow from investing activities		
Purchase of current investments - Others	(491.57)	(352.66)
Sale/redemption of current investments - Others	82.41	586.94
Purchase of fixed assets	(0.30)	(3.07)
Net cash from/(used in) investment activities	(409.46)	231.21
C Cash flow from financing activities		
(Increase) /decrease in other non-current assets	-	8.29
Increase/(decrease) in other non-current liabilities	2.95	-
(Increase)/decrease in long term loans & advances	8.44	(28.48)
Proceeds from long-term borrowings	159.87	-
(Repayment) of long-term borrowings	-	(92.66)
Proceeds from short-term borrowings	231.06	-
(Repayment) of short-term borrowings	-	(255.52)
Interest paid	(91.87)	(97.08)
Net cash from/(used in) financing activities	310.44	(465.44)
Net increase/(decrease) in cash & cash equivalents	15.47	(4.73)
Cash & cash equivalents (opening)	1.65	6.38
Cash & cash equivalents (closing)	17.12	1.65

Notes

- 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).

STATEMENT OF CASH FLOW

for the year ended March 31, 2017

2 Cash and cash equivalents

Particulars	For the year ended March 31, 2017	For the year ended March 31, 2016
Cash and cash balances as per note 2.16	17.88	2.34
Less: Bank balances not considered as Cash and cash equivalents (as defined in AS 3 - "Cash Flow Statements")	0.76	0.69
Balance as shown in Cash flow statement (as defined in AS 3 - "Cash Flow Statements")	17.12	1.65

3 Previous year's figures have been regrouped and rearranged wherever necessary

As per our attached report of even date
For Khimji Kunverji & Co.
Chartered Accountants
Firm Registration No.: 105146W

For and on behalf of the Board of Directors

Hasmukh B Dedhia
Partner
Membership No. F-33494

VP Shetty
Executive Chairman
(DIN-00021773)

Rupa Vora
Chairperson- Audit Committee
(DIN - 01831916)

Anil Bhatia
Managing Director & Chief Executive Officer
(DIN-01310959)

Date : April 21, 2017
Place : Mumbai

Nikhil Bhandary
Company Secretary

Sabyasachi Ray
Chief Financial Officer

SIGNIFICANT ACCOUNTING POLICIES

to Financial Statements

1. SIGNIFICANT ACCOUNTING POLICIES

a. Accounting convention

“The financial statements have been prepared in compliance with all material aspects of the applicable Accounting Standards notified under Companies (Accounting Standards) Rules 2006 (as amended), the Guidelines issued by the Reserve Bank of India (‘RBI’) from time to time and the provisions of the Companies Act, 2013 (the “Act”) to the extent applicable.

The financial statements are based on historical cost convention and are prepared on accrual basis, except where impairment is made and revaluation is carried out.

The accounting policies have been consistently applied by the Company and are consistent with those used in the previous year. Accounting Policies not specifically referred to otherwise, are consistent with generally accepted accounting principles.

b. Use of estimates

The preparation of financial statements is in conformity with Indian Generally Accepted Accounting Principles which requires 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. 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 pro-rata basis for the period of use, on the Straight Line Method (SLM), based on management’s estimate of useful lives of the fixed assets, or at the rates prescribed in Schedule II to the Act whichever is higher, as per the following table:

Asset	Useful Life
Leasehold improvements	10 years or period of lease whichever is lower
Office equipments	5 years
Computers	3 years
Servers & Networks	6 years
Software	5 years
Motor Vehicles	5 years
Furniture and Fixtures	10 years

Assets costing ₹ 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 5 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 Realisable Value (NRV), whichever is lower.

d. Impairment of assets

The carrying amounts of assets are reviewed at each balance sheet date if there is any indication of impairment based on internal / external factors. An asset is treated as impaired

SIGNIFICANT ACCOUNTING POLICIES

to Financial Statements

when the carrying cost of the assets exceed its recoverable value. An impairment loss, if any, is charged to the statement of profit and loss in the year, in which an asset is identified as impaired. Reversal of impairment losses recognised in prior years is recorded when there is an indication that the impairment losses recognised for the assets no longer exist or have decreased.

e. Investments

Investments in Security Receipt (SR) are classified as available for sale category under current assets. They are valued at lower of cost or realizable value. Latest available declared Net Asset Value (NAV) is considered to the realizable value of these investments. In cases where NAV is not declared (since investment is within the planning period of 180 days from the date of acquisition of assets or finalization of resolution strategy, whichever is earlier) cost of SR is considered as realizable value.

All these investments are aggregated for the purpose of arriving at net depreciation/ appreciation of investments under the category. Net depreciation, if any shall be provided for and Net appreciation, if any, shall be ignored.

f. Revenue recognition

Accounting Standard 9 as notified by the Rules specifies that the amount of revenue arising on a transaction is usually determined by agreement between the parties involved in the transaction. When uncertainties exist regarding determination of the amount, these uncertainties may influence the timing of revenue recognition.

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured with no significant uncertainty as to the ultimate collection. In case of significant uncertainty as to the ultimate collection, revenue recognition is postponed till such uncertainty is removed.

i. Management fee:

- Management fee from trusts is accrued as per terms of the relevant trust deed / offer document.
- Management fee from borrowers/parties is accrued as per the terms of the relevant contract. However in respect of such fees, the ultimate realization

is tested for impairment and in case there are events which suggest significant uncertainty as to the ultimate collection, revenue recognition is postponed to the extent of the uncertainty involved. Revenue in such case is recognized only when such uncertainty is removed.

- Unrealised management fees would be reversed/ provided in earlier of the following situations:
 - If the management fees remain unrealized for more than 180 days from the end of the planning period, wherever applicable or 180 days from the date of recognition in case of trusts where the planning period is over , or
 - NAV of the SRs of the trust fall below 50% of face value.

In respect of such trusts no further management fees is recognized unless it is realized.

- ii. Any fee income other than (i) above (e.g. advisory fees, etc.) is recognised as per the terms of contract. However in respect of such fees, the ultimate realization is tested for impairment and in case there are events which suggest significant uncertainty as to the ultimate collection, revenue recognition is postponed to the extent of the uncertainty involved. Revenue in such cases is recognized only when such uncertainty is removed.
- iii. Outstanding management fee/ any other fee from borrowers/ parties remaining unpaid for more than 180 days is provided/ reversed. In respect of such cases, no further fee is recognized unless it is realized.
- iv. Additional realization of assets over acquisition price on redemption of SR is accounted for as per the terms of relevant trust deed / offer document on actual distribution from the trust after full redemption of the SRs in the trust.
- v. Income by way of yield on SRs is recognized on actual distribution from the trusts, after redemption of the principal amount of each class of SRs as per the terms of the relevant trust deed / offer document.

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vi. Interest income:

- Interest on bank deposits placed with banks is accounted on accrual basis.
- Interest on expenses incurred on behalf of trust(s) is accounted as per terms of the relevant trust deed and offer document and is accrued where reasonable certainty exists with respect to its recovery. Outstanding expenses would be reversed/provided in earlier of the following situations :
 - If the interest on expenses remain unrealized for more than 180 days from the end of the planning period, wherever applicable or 180 days from the date of charging of such interest in case in trusts where the planning period is over, or
 - NAV of the SRs of the trust fall below 50% of face value.
- Interest on restructuring is accrued as per contract, net of the proportionate share of expenses incurred and management fees charged in the trust.
- Interest on loan is accounted for as per the terms of the contract. In case interest/principal is overdue for more than 180 days from the due date specified in the contract, the loan outstanding is classified as Non-Performing Asset and provision is made as per the guidelines issued by the Reserve Bank of India. Unrealized interest on loan is derecognized and further recognition is made only on realisation.

g. Employee Benefits

Defined contribution plan

- The Company makes defined contribution to the provident fund, which is recognized in the statement of profit and loss 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 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 of the year in which the related services are rendered.

h. Expenses incurred for financial assets not acquired

Pre-acquisition expenses in case of acquisition of financial assets from banks/ FIs are recognized immediately in the statement of profit and loss for the period in which such costs are incurred. Wherever subsequently the financial assets are acquired in trust, such expenses are charged to the trust.

i. Expenses incurred by the Company on behalf of the trust

- The expenses incurred on behalf of trusts are shown as 'Recoverable from Trusts' and grouped under Advances recoverable in cash or in kind in the balance sheet. These expenses are reimbursed to the Company in terms of the provisions of the relevant trust deed and offer document.
- These expenses would be reversed/ provided in earlier of the following situations:
 - If the expenses remain unrealized for more than 180 days from the end of the planning period, wherever applicable or 180 days from the date of incurrence of such expenses in trusts where the planning period is over, or
 - NAV of the SRs of the trust fall below 50% of face value.

j. Foreign currency transactions

Transactions in foreign currency are recorded at the rate of exchange prevailing on the date of transaction. Foreign currency monetary items are reported using closing rate

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of exchange at the end of the year. The resulting exchange gain/loss is reflected in the statement of profit and loss. 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. Premium / Discount, in respect of forward foreign exchange contract is recognised over the life of the contract. Profit/Loss on cancellation/renewal of forward exchange contract is recognised as income/expense for the year.

k. 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 and deferred tax liabilities are offset, if a legally enforceable right exists to set off current tax assets against current tax liabilities and the deferred tax assets and deferred tax liabilities relate to the taxes on income levied by same governing taxation laws.
- At each balance sheet date the Company re-assesses unrecognised deferred tax assets. It recognises unrecognised deferred tax assets to the extent that it has become reasonably certain, as the case may be that sufficient future taxable income will be available against which such deferred tax assets can be realized. Any such write-down is reversed to the extent that it becomes reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available.

l. Operating leases

Operating lease payments are recognised as expenditure in the statement of profit and loss on a straight line basis, which is representative of the time pattern user's benefit.

m. 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. Department appeals, in respect of cases won by the Company, are also considered as Contingent Liabilities. 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 recognized in the financial statements.

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2. Notes to Financial Statements

	₹ in crore	
	As at March 31, 2017	As at March 31, 2016
2.01 SHARE CAPITAL		
Authorised		
300,000,000 Equity Shares of ₹ 10/- each	300.00	300.00
150,000,000 Redeemable Preference Shares of ₹ 10/- each	150.00	150.00
	450.00	450.00
Issued, Subscribed and Paid-up		
241,250,000 Equity shares of ₹ 10/- each fully paid-up	241.25	241.25
Total	241.25	241.25

Note a.

The Company has only one class of issued shares referred to as equity shares having a Face Value of ₹ 10/-. Each holder of equity shares is entitled to one vote per share. The preference shares (not issued), forming part of Authorised Capital, have a face value of ₹ 10/-. Each holder of such preference shares would be entitled to one vote per share on resolutions placed which directly affects the rights of such preference shares.

Note b.

Particulars	Equity Shares			
	As at March 31, 2017		As at March 31, 2016	
	Number	Rupees	Number	Rupees
Shares outstanding at the beginning of the year	241,250,000	241.25	241,250,000	241.25
Shares Issued during the year	-	-	-	-
Shares bought back during the year	-	-	-	-
Shares outstanding at the end of the year	241,250,000	241.25	241,250,000	241.25

Note c.

Out of Equity shares issued by the Company, shares held by each shareholder, holding more than 5 percent shares specifying the number of shares held are as below:

Particulars	Equity Shares			
	As at March 31, 2017		As at March 31, 2016	
	Number	Rupees	Number	Rupees
Equity Shares:				
JM Financial Limited	120,650,000	50.01%	120,625,000	50.00%
Mr Narotam S Sekhsaria	36,187,500	15.00%	36,187,500	15.00%
Indian Overseas Bank	21,000,000	8.70%	21,000,000	8.70%
Valiant Mauritius Partners FDI Ltd.	20,320,238	8.42%	20,320,238	8.42%

	₹ in crore	
	As at March 31, 2017	As at March 31, 2016
2.02 RESERVES AND SURPLUS		
Surplus / (Deficit) in statement of profit and loss:		
Opening balance	264.93	156.57
(+) Profit for the year	54.87	108.36
Closing balance	319.80	264.93
Securities Premium Account	18.72	18.72
Less: Premium utilized for share issue expenses	-	-
	18.72	18.72
Total	338.52	283.65

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	₹ in crore	
	As at March 31, 2017	As at March 31, 2016
2.03 LONG-TERM BORROWINGS		
Secured:		
Non-Convertible Debentures (Refer note 2.28 & 2.35) (Secured by way of hypothecation of SRs and mortgage of land)	340.00	350.00
Long-term maturities of finance lease obligations (Secured by way of hypothecation of vehicles)	0.12	0.28
Total	340.12	340.28

	₹ in crore	
	As at March 31, 2017	As at March 31, 2016
2.04 OTHER LIABILITIES		
Employees benefits payable	2.95	-
Total	2.95	-

	₹ in crore	
	As at March 31, 2017	As at March 31, 2016
2.05 LONG-TERM PROVISIONS		
For employee benefits - gratuity	0.69	0.50
Total	0.69	0.50

	₹ in crore	
	As at March 31, 2017	As at March 31, 2016
2.06 SHORT-TERM BORROWINGS		
Secured:		
Working capital facilities from banks (Secured by way of pledge of investments in security receipts)	157.62	147.47
Unsecured:		
Other loans & advances		
Commercial Papers	365.00	75.00
Less : Unamortised Interest on commercials papers	(7.99)	(0.55)
	357.01	74.45
Inter Corporate Deposits	100.35	162.00
Total	614.98	383.92

	₹ in crore	
	As at March 31, 2017	As at March 31, 2016
2.07 TRADE PAYABLES		
Total outstanding dues to creditors other than micro & small enterprises	0.82	0.17
	0.82	0.17

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	As at March 31, 2017	As at March 31, 2016
₹ in crore		
2.08 CURRENT MATURITIES OF LONG TERM BORROWINGS		
Secured Loans		
Term Loans from Bank (Secured by way of pledge of investments in security receipts)	-	30.00
Non-Convertible Debentures (Secured by way of hypothecation of SRs and mortgage of land)	200.00	-
Total	200.00	30.00

	As at March 31, 2017	As at March 31, 2016
₹ in crore		
2.09 OTHER CURRENT LIABILITIES		
Short term maturities of finance lease obligations (Secured by way of hypothecation of vehicles)	0.26	0.23
Statutory dues	0.75	0.77
Employees benefits payable	7.58	16.73
Amounts collected on behalf of trusts	18.57	2.41
Interest accrued but not due on borrowings	42.41	27.76
Other liabilities	0.67	1.79
Total	70.24	49.70

	As at March 31, 2017	As at March 31, 2016
₹ in crore		
2.10 SHORT-TERM PROVISIONS		
For employee benefits – gratuity	0.14	0.13
For employee benefits - compensated absences	0.56	0.43
Total	0.70	0.56

2.11 FIXED ASSETS

Description	GROSS BLOCK			DEPRECIATION/AMORTISATION				NET BLOCK		
	As at 01.04.2016	Additions	Disposals	As at 31.03.2017	Up to 01.04.2016	Additions	Deductions	Upto 31.03.2017	As at 31.03.2017	As at 31.03.2016
i) TANGIBLE ASSETS:										
Owned Assets:										
Land & Building	0.03	-	-	0.03	-	-	-	-	0.03	0.03
Furniture & Fixtures	0.07	-	-	0.07	0.05	0.01	-	0.06	0.01	0.02
Office Equipment's	0.45	0.01	-	0.47	0.28	0.04	-	0.33	0.14	0.17
Computers	0.95	0.03	-	0.98	0.56	0.19	-	0.76	0.22	0.39
Lease hold Improvements	2.17	0.13	-	2.29	0.37	0.49	-	0.87	1.43	1.79
Leased Assets:										
Vehicles (refer note below)	0.85	0.13	-	0.98	0.39	0.25	-	0.64	0.34	0.46
Total	4.52	0.30	-	4.82	1.67	0.99	-	2.65	2.17	2.85
ii) INTANGIBLE ASSETS:										
Software	1.07	0.00	-	1.07	0.57	0.21	-	0.78	0.29	0.50
Total	1.07	0.00	-	1.07	0.57	0.21	-	0.78	0.29	0.50
Total	5.59	0.30	-	5.89	2.24	1.20	-	3.44	2.46	3.36
Previous Year	2.52	3.08	0.01	5.59	1.14	1.09	-	2.24	3.36	1.37

Note : Vendor has lien over the assets taken on lease.

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	₹ in crore	
	As at March 31, 2017	As at March 31, 2016
2.12 DEFERRED TAX ASSETS / (LIABILITIES)		
Provision for receivables	11.51	7.22
Disallowances under Section 43B of the Income Tax Act, 1961	1.02	-
Differences in the tax and books written down value of fixed assets	0.17	(0.14)
Due under finance lease	0.02	0.02
Provision for gratuity	0.29	0.18
Preliminary expenses	0.14	0.21
Compensated absences	0.19	0.15
Share issue expenses	0.01	0.01
Total	13.35	7.64

	₹ in crore	
	As at March 31, 2017	As at March 31, 2016
2.13 LONG TERM LOANS AND ADVANCES		
Other loans and advances		
<u>Secured, considered good:</u>		
Loan funds	9.95	29.95
<u>Unsecured, considered good:</u>		
Staff loans	-	0.02
Advance Tax (Net of provisions)	1.16	1.87
Advances recoverable in cash or in kind or for value to be received	23.31	11.75
Other deposits	3.05	3.03
	37.47	46.61
Less : Provision for advances	23.31	11.75
Less : Provision for loans	9.95	9.95
Total	4.21	24.91

	₹ in crore			
	As at March 31, 2017		As at March 31, 2016	
	No. of SRs	Amount	No. of SRs	Amount
2.14 CURRENT INVESTMENTS				
(a) Other current investments (Unquoted valued at cost)				
Available for sale				
Investment in Security Receipts of the trusts (Face Value ₹ 1,000/- each except otherwise stated)				
1 JMFARC - BOI 2009 - Trust #	48,600	4.86	48,600	4.86
2 JMFARC - BOI 2009 I - Trust* #	36,000	3.60	36,000	3.60
3 JMFARC - DB - ICICI - Trust* #	115,000	11.50	115,000	11.50
4 JMFARC - DB - DCB - Trust* #	7,500	0.75	7,500	0.75
5 JMFARC - DB - SBI - Trust* #	61,000	6.10	61,000	6.10
6 JMFARC - Jord - SUUTI Trust* #	8,000	0.80	8,000	0.80
7 JMFARC - Pasupati - SASF - Trust* # (Face value ₹ 160/- each, Previous year ₹ 160/- each)	250,000	4.00	250,000	4.00
8 JMFARC - Central bank - Tube - Trust* #	50,000	5.00	50,000	5.00
9 JMFARC - UTI - Tube - Trust* #	6,000	0.60	6,000	0.60
10 JMFARC - Yarn 2010 - Trust* # (Face value ₹ 1/- each, Previous year ₹ 327 /- each)	100,000	0.01	100,000	3.27
11 JMFARC - SASF Tube - Trust* #	62,000	6.20	62,000	6.20
12 JMFARC - SME Retail 2011 - Trust (Face value ₹ 1/- each, Previous year ₹ 1/- each)	13,365	0.00	13,365	0.00

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	As at March 31, 2017		As at March 31, 2016	
	No. of SRs	Amount	No. of SRs	Amount
13 JMFARC - IOB March 2011 - Trust*# (Face value - Class A SRs ₹ 669/- each, Class B SRs ₹ 1,000/- each, Previous year ₹ Class A SRs ₹ 703/- each, Class B SRs ₹ 1000/- each)	376,500	28.39	376,500	29.32
14 JMFARC - UCO Bank March 2011 - Trust	16,500	1.65	16,500	1.65
15 JMFARC - IOB II March 2011 - Trust# (Face value - Class A SRs ₹ 982/- each, Class B SRs ₹ 1,000/- each, Previous year ₹ Class A SRs ₹ 982/- each, Class B SRs ₹ 1000/- each)	110,000	10.82	110,000	10.82
16 JMFARC - Central Bank Retail 2011 - Trust (Face value ₹ 380/- each, Previous year ₹ 424/-each)	88,872	3.38	88,872	3.77
17 JMFARC - Retail June 2011 - Trust (Face value - ₹ 1/- each for Series I, II and III respectively, Previous year Face value - Series I SRs ₹ 1/- each, Series II SRs ₹ 1/- each, Series III SRs ₹ 1/- each)	469,884	0.05	469,884	0.05
18 JMFARC - Retail Aug 2011 - Trust (Face value ₹ 1/- each, Previous year ₹ 1/- each)	7,039	0.00	7,039	0.00
19 JMFARC - Swarna 2011 - Trust* # (Face value - Class A ₹ Nil, Class B ₹ 1,000/-, Previous Year Class A Nil-, Class B ₹ 1,000/- each)	72,199	7.22	72,199	7.22
20 JMFARC - Synthetic Rubber 2012 - Trust (Face value ₹ 1/- each, Previous year ₹ 1/- each)	14,962	0.00	14,962	0.00
21 JMFARC - Swarna II 2012 - Trust* # (Face value - Class A ₹ 628/-, Class B ₹ 1,000/-, Previous Year Class A ₹ 628/-, Class B ₹ 1000/- each)	78,700	5.41	78,700	5.41
22 JMFARC - Kruti 2012 - Trust* # (Face value ₹ 1/- each, Previous year ₹ 1/- each)	564,587	0.06	564,587	0.06
23 JMFARC - Green December 2012 - Trust#	23,945	2.39	23,945	2.39
24 JMFARC - Media 2013 - Trust (Face value ₹ 882/- each, Previous year ₹ 1,000/- each)	12,500	1.10	12,500	1.25
25 JMFARC - Kruti II 2013 - Trust* # (Face value ₹ 491/- each, Previous year ₹ 676/- each)	686,600	33.72	686,600	46.44
26 JMFARC - Media II 2013 - Trust*#	34,030	3.40	34,030	3.40
27 JMFARC - Federal Bank March 2013 - Trust (Face value ₹ 775/- each, Previous year ₹ 785/- each)	70,000	5.42	70,000	5.49
28 JMFARC - Textile 2013-Trust # (Face value ₹ 1/- each, Previous year ₹ 1/- each)	91,000	0.01	91,000	0.01
29 JMFARC - Central India 2013 - Trust* #	289,360	28.94	289,360	28.94
30 JMFARC - Corp I 2013 - Trust* # (Face value ₹ 435/- each, Previous year ₹ 435/- each)	93,000	4.05	93,000	4.05
31 JMFARC - Corp II 2013 - Trust* # (Face value ₹ 787/- each, Previous year ₹ 1,000)	58,800	4.63	58,800	5.88
32 JMFARC - Corp Textile 2013 - Trust* #	150,000	15.00	150,000	15.00
33 JMFARC - Corp Apparel 2013 - Trust* # (Face value ₹ 1/- each, Previous year ₹ 1/- each)	120,000	0.01	120,000	0.01
34 JMFARC - Corp Biotech 2013 - Trust* #	114,000	11.40	114,000	11.40
35 JMFARC - Stancy Textile 2013 - Trust (Face value ₹ 1/- each, Previous year ₹ Nil)	1,000	0.00	1,000	0.00
36 JMFARC - Fed Textile 2013 - Trust	8,820	0.88	8,820	0.88
37 JMFARC - BOI Textile 2013 - Trust #	41,000	4.10	41,000	4.10
38 JMFARC - OBC March 2014 - Trust #	34,500	3.45	34,500	3.45

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		As at March 31, 2017		As at March 31, 2016	
		No. of SRs	Amount	No. of SRs	Amount
39	JMFARC - Dena Bank March 2014-Trust*#	67,000	6.70	67,000	6.70
40	JMFARC - UCO March 2014-Trust#	462,500	37.88	462,500	38.71
	(Face value ₹ 819/- each, Previous year ₹ 837/-each)				
41	JMFARC - Gelatine March 2014-Trust*#	628,672	50.90	628,672	51.03
	(Face value ₹ 810/- each, Previous year ₹ 911/-each)				
42	JMFARC - Fed Gelatine March 2014-Trust	17,500	1.75	17,500	1.75
43	JMFARC - SBI March 2014 I-Trust#	173,750	13.32	173,750	16.87
	(Face value ₹ 767/- each, Previous year ₹ 971/-each)				
44	JMFARC - SBI March 2014 II-Trust *#	45,250	4.53	45,250	4.53
45	JMFARC - Cosmos March 2014-Trust#	154,500	12.09	154,500	12.09
	(Face value ₹ 783/- each, Previous year ₹ 783/- each)				
46	JMFARC - Indian Bank March 2014-Trust#	44,500	4.45	44,500	4.45
47	JMFARC - Petro BOB 2014-Trust*#	135,500	5.38	135,500	10.35
	(Face value ₹ 397/- each, Previous year ₹ 764/-each)				
48	JMFARC - Petro UCO 2014-Trust*#	140,000	5.56	140,000	10.69
	(Face value ₹ 397/- each, Previous year ₹ 764/-each)				
49	JMFARC - Petro CBOI 2014-Trust*#	51,500	2.04	51,500	3.93
	(Face value ₹ 397/- each, Previous year ₹ 764/-each)				
50	JMFARC - OBC March 2014 II -Trust	4,760	0.44	4,760	0.46
	(Face value ₹ 930/- each, Previous year ₹ 975/-each)				
51	JMFARC - BOI March 2014 II -Trust#	215,750	21.58	215,750	21.58
52	JMFARC - UBOI March 2014-Trust#	66,750	6.68	66,750	6.68
53	JMFARC - OBC June 2014-Trust	8,915	0.89	8,915	0.89
54	JMFARC - Hotels June 2014-Trust*#	6,528,223	299.41	6,528,223	328.66
	(Face value - Class A ₹ 207/- , Class B ₹ 1000/-, Previous year Class A ₹ 273/-, Class B ₹ 1000/- each)				
55	JMFARC - Vijaya Bank June 2014-Trust	25,360	2.54	25,360	2.54
56	JMFARC - Indian Bank June 2014-Trust#	32,200	3.22	32,200	3.22
57	JMFARC - SBI Ceramics June 2014-Trust#	156,000	15.35	156,000	15.35
	(Face value ₹ 984/- each, Previous year ₹ 984/-)				
58	JMFARC - Central Bank of India 2014-Trust	32,000	3.20	32,000	3.20
59	JMFARC - UBOI June 2014-Trust#	59,915	5.99	59,915	5.99
60	JMFARC - ICICI Bank July 2014 -Trust*	20,000	0.54	20,000	1.56
	(Face value ₹ 270/- each, Previous year ₹ 779/-)				
61	JMFARC - LVB Ceramics September 2014 -Trust#	27,900	2.79	27,900	2.79
62	JMFARC - CSB Ceramics September 2014 -Trust*	32,625	3.26	32,625	3.26
63	JMFARC - Karnataka Bank December 2014 -Trust*#	172,500	16.26	172,500	17.25
	(Face value ₹ 943/- each, Previous year ₹ 1,000)				
64	JMFARC - SBOP Ceramics December 2014 -Trust#	11,850	1.19	11,850	1.19
65	JMFARC - SBH Ceramics December 2014 -Trust*#	60,000	6.00	60,000	6.00
66	JMFARC - SBT Ceramics March 2015 -Trust*	23,250	2.33	23,250	2.33
67	JMFARC - SBI Steel March 2015 -Trust*#	93,150	9.32	93,150	9.32
68	JMFARC - Axis Bank Cement March 2015 -Trust*	230,000	23.00	230,000	23.00
69	JMFARC - SBM Ceramics March 2015 -Trust*	12,750	1.28	12,750	1.28
70	JMFARC - Karnataka Bank Cement March 15-Trust*	49,500	4.95	49,500	4.95
71	JMFARC - Vijaya Bank Ceramics March 15-Trust*	27,000	2.70	27,000	2.70
72	JMFARC - ICICI Bank Cement June 2015-Trust*	170,500	17.05	170,500	17.05
73	JMFARC - SBH Cement June 2015-Trust*#	66,000	6.60	66,000	6.60
74	JMFARC - United Bank Textile Sept 2015-Trust#	27,075	2.71	27,075	2.71
75	JMFARC - United Bank Cement Sept 2015-Trust#	180,000	18.00	180,000	18.00

₹ in crore

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		As at March 31, 2017		As at March 31, 2016	
		No. of SRs	Amount	No. of SRs	Amount
76	JMFARC - CSB September 2015 - Trust* # (Face value ₹ 931/- each, Previous year ₹ 986)	63,000	5.86	63,000	6.21
77	JMFARC - Corp Bank Sept 2015 - Trust #	46,065	4.61	46,065	4.61
78	JMFARC - PNB Ceramics November 2015 - Trust* #	401,640	40.16	401,640	40.16
79	JMFARC - PNB December 2015 - Trust #	24,765	2.48	24,765	2.48
80	JMFARC - SBOP Geometric - Trust #	61,560	6.16	61,560	6.16
81	JMFARC - SBH December 2015-Trust #	73,380	7.34	73,380	7.34
82	JMFARC - Dena Ceramics January 2016 - Trust #	15,750	1.58	15,750	1.58
83	JMFARC - ICICI Geometric - Trust #	61,500	6.15	61,500	6.15
84	JMFARC - Axis Bank February 2016 - Trust *#	87,500	8.75	87,500	8.75
85	JMFARC - OBC March 2016 - Trust **	72,000	7.20	72,000	7.20
86	JMFARC - OBC Cement 2016 - Trust #	49,700	4.97	49,700	4.97
87	JMFARC - IDBI Ceramics March 2016 - Trust #	57,180	5.72	57,180	5.72
88	JMFARC - Exim Ceramics March 2016 - Trust #	17,101	1.71	17,101	1.71
89	JMFARC - UCO Geometric March 2016 - Trust #	88,965	8.90	88,965	8.90
90	JMFARC - UBOI Steel March 2016 - Trust #	63,000	6.30	63,000	6.30
91	JMFARC - KVB March 2016 - Trust **	355,095	35.51	355,095	35.51
92	JMFARC - KVB Iris II March 2016 - Trust	37,500	3.75	37,500	3.75
93	JMFARC - Indian Bank March 2016 - Trust #	97,515	9.75	97,515	9.75
94	JMFARC - Indian Bank I March 2016 - Trust # (Face value ₹ 723/- each, Previous year ₹ 1,000)	16,010	1.16	16,010	1.60
95	JMFARC - IOB March 2016 - Trust #	50,250	5.03	50,250	5.03
96	JMFARC - Federal Bank March 2016 - Trust* (Face value ₹ 996/- each, Previous year ₹ 1,000/- each)	73,350	7.31	73,350	7.34
97	JMFARC - Iris March 2016 - Trust #	1,000,165	100.02	1,000,165	100.02
98	JMFARC - Exim Iris March 2016 - Trust #	60,000	6.00	60,000	6.00
99	JMFARC - Axis Iris March 2016 - Trust #	150,000	15.00	150,000	15.00
100	JMFARC - Axis Iris II March 2016 - Trust #	60,000	6.00	60,000	6.00
101	JMFARC - KB Metals September 2016 - Trust #	22,500	2.25	-	-
102	JMFARC - Andhra Resin September 2016 Trust	37,605	3.76	-	-
103	JMFARC - Dena SEZ September 2016 - Trust	7,335	0.73	-	-
104	JMFARC - ICICI Bank September 2016 - Trust **	855,495	85.55	-	-
105	JMFARC - SBI Geometric October 2016 - Trust	453,000	45.30	-	-
106	JMFARC - PAN India 2016 - Trust*	1,546,908	154.69	-	-
107	JMFARC - IDBI Geometric December 2016 - Trust #	41,250	4.13	-	-
108	JMFARC - IRIS December 2016 - Trust	31,110	3.11	-	-
109	JMFARC - IRIS Cash 2016 - Trust	426,200	42.62	-	-
110	JMFARC - IRIS UBOI December 2016 - Trust	16,005	1.60	-	-
111	JMFARC - Tata Capital December 2016 - Trust (Face value ₹ 668/- each, Previous year ₹ Nil)	130,000	8.69	-	-
112	JMFARC - Iris PNB January 2017 - Trust	41,550	4.16	-	-
113	JMFARC - PNB March 2017 - Trust	222,075	22.21	-	-
114	JMFARC - IOB CHN March 2017 - Trust	37,500	3.75	-	-
115	JMFARC - IDBI March 2017 - Trust	30,000	3.00	-	-
116	JMFARC - IOB Ceramics March 2017 - Trust	33,000	3.30	-	-
117	JMFARC - IRIS United March 2017 - Trust	66,900	6.69	-	-
118	JMFARC - SBP March 2017 - Trust	31,665	3.17	-	-
119	JMFARC - SBT March 2017 - Trust	55,875	5.59	-	-
120	JMFARC - IRIS Uco March 2017 - Trust	38,310	3.83	-	-
121	JMFARC - SBP Retreat March 2017 - Trust	77,600	7.76	-	-

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	₹ in crore			
	As at March 31, 2017		As at March 31, 2016	
	No. of SRs	Amount	No. of SRs	Amount
122 JMFARC - Retreat II March 2017 - Trust	394,000	39.40	-	-
123 JMFARC - SBI Retreat March 2017 - Trust	166,800	16.68	-	-
124 JMFARC - SBI Tollways March 2017 - Trust	153,000	15.30	-	-
125 JMFARC - Hospitality 2013 - Trust (Face value ₹ Nil, Previous year ₹ 1,000/- each)	-	-	107,294	10.73
126 JMFARC - BOB 2008 - Trust (Face value ₹ NIL, Previous year ₹ 1/- each)	111,600	-	111,600	0.01
Total		1,635.40		1,226.24

Notes :

	₹ in crore			
	As at March 31, 2017		As at March 31, 2016	
	No. of SRs	Amount	No. of SRs	Amount
1. Aggregate value of Unquoted Investments		1,635.40		1,226.24

* Pledged with banks as security for bank overdraft / cash credit short term loan limits

Hypothecated in favour of debenture trustee as security of NCDs issued

	₹ in crore	
	As at March 31, 2017	As at March 31, 2016
2.15 TRADE RECEIVABLES		
Trade receivables outstanding for a period exceeding six months from the date they are due for payment		
Unsecured, considered good	12.40	0.72
	12.40	0.72
Outstanding for a period less than six months from the date they are due for payment		
Unsecured, considered good	51.35	32.86
	51.35	32.86
Total	63.75	33.58

	₹ in crore	
	As at March 31, 2017	As at March 31, 2016
2.16 CASH AND BANK BALANCES		
Cash and cash equivalents		
Balances with banks		
In Current Accounts	17.12	1.65
	17.12	1.65
Other bank balances	0.76	0.69
Total	17.88	2.34

	₹ in crore	
	For the year ended March 31, 2017	For the year ended March 31, 2016
2.17 SHORT-TERM LOANS AND ADVANCES		
Secured, considered good:		
Loan Funds	60.33	37.77
Unsecured considered good:		
Staff Loans	-	0.06
Advances recoverable in cash or in kind or for value to be received	12.66	3.99
Others	0.23	0.15
Total	73.22	41.96

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	₹ in crore	
	For the year ended March 31, 2017	For the year ended March 31, 2016
2.18 REVENUE FROM OPERATIONS		
Operating revenue		
Management and advisory fees <i>(Management fees during the year is net of reversals as per RBI guidelines)</i>	144.36	81.24
Recovery incentive fees	2.10	21.92
Interest income on restructuring	32.05	34.37
Interest income on loans	10.16	5.16
Profit on redemption/sale of security receipts	16.31	166.44
Other operating revenue		
Interest income on funded expenses	1.03	0.36
Earlier year reversal of fees / interest w/back	16.04	-
Earlier year provision on receivables/ advances / investments w/back	1.68	8.29
Total	223.74	317.79

	₹ in crore	
	For the year ended March 31, 2017	For the year ended March 31, 2016
2.19 OTHER INCOME		
Interest income on fixed deposit	0.08	1.16
Other non-operating income	0.04	0.07
Total	0.12	1.23

	₹ in crore	
	For the year ended March 31, 2017	For the year ended March 31, 2016
2.20 EMPLOYEE BENEFITS EXPENSE		
Salaries, Bonus and Allowances	21.64	25.62
Contribution to Provident Fund and Other Funds	0.66	0.48
Staff Welfare	0.07	1.03
Total	22.37	27.13

	₹ in crore	
	For the year ended March 31, 2017	For the year ended March 31, 2016
2.21 FINANCE COSTS		
Interest Expense	91.03	96.87
Other borrowing costs	0.84	0.21
Total	91.87	97.08

	₹ in crore	
	For the year ended March 31, 2017	For the year ended March 31, 2016
2.22 PROVISION/WRITE OFF FOR RECEIVABLES, LOANS & INVESTMENTS		
Provision for receivables and advances	13.23	7.41
Write off /Reversal of interest	-	12.82
Provision for loans	-	4.98
Total	13.23	25.20

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₹ in crore

	For the year ended March 31, 2017	For the year ended March 31, 2016
2.23 OTHER EXPENSES		
Space and other related cost	2.84	2.71
Rates & taxes	0.79	0.61
Insurance premium	0.20	0.13
Communication expenses	0.11	0.10
Repairs and maintenance	0.04	0.03
Professional fees	0.72	0.57
Auditors Remuneration		
- as auditor	0.06	0.06
- as tax auditor	0.00	0.00
- for management services (limited review)	0.01	0.01
Support service charges	1.93	1.93
Membership & Subscription	0.04	0.06
Manpower Expenses	0.28	0.22
Travelling expenses	0.12	0.09
Electricity	0.34	0.34
Printing and stationery	0.15	0.12
Information Technology Expenses	0.25	0.38
Director's fees and commission	0.65	0.60
Donation	2.30	1.63
Miscellaneous expenses	0.55	0.54
Total	11.40	10.13

2.24 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 :

₹ in crore

Particulars	For the year ended March 31, 2017	For the year ended March 31, 2016
Profit attributable to the equity shareholders for the purpose of basic/diluted earnings per share (Rupees in Crore)	54.87	108.36
Weighted average number of equity shares outstanding during the year for basic/diluted earnings per share (Rupees in Crore)	24.13	24.13
Basic/ diluted earnings per share – (Rupees)	2.27	4.49
Nominal value per share – (Rupees)	10	10

2.25 Expenditure in Foreign Currency

₹ in crore

Particulars	For the year ended March 31, 2017	For the year ended March 31, 2016
Staff welfare expenses	-	0.03

2.26 Specified Bank Notes

Details of Specified Bank Notes (SBN) held and transacted during the period 8th November, 2016 to 30th December, 2016 as provided in the Table below :

Amount in ₹

Particulars	SBN's	Other Denomination	Total
Closing cash in hand as on 08.11.2016	5,000	386	5,386
(+) Permitted receipts	-	-	-
(-) Permitted payments	-	-	-
(-) Amount deposited in Banks	5,000	386	5,386
Closing cash in hand as on 30.12.2016	-	-	-

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2.27 The Company has been sanctioned credit limits of ₹ 370 crores by scheduled banks secured against pledge of investments in security receipts. The Company has issued outstanding Listed Non-Convertible Debentures of ₹ 540 crores which are fully secured against first charge on land and hypothecation of security receipts.

2.28 Maturity profile and rate of interest of Non-Convertible Debentures (NCD) face value of ₹ 10,00,000/- each.

₹ in crore

Particulars	Non-Current		Current	
	Current Year	Previous Year	Current Year	Previous Year
12% Tranche II NCD redeemable in the year 2017-18	-	100.00	100.00	-
13% NCD redeemable in the year 2019-20 #	100.00	100.00	-	-
12% Tranche III NCD redeemable in the year 2017-18	-	100.00	100.00	-
11.50% Tranche IV NCD redeemable in the year 2018-19	50.00	50.00	-	-
9.50% Tranche V NCD redeemable in the year 2020-21	150.00	-	-	-
9.40% Tranche VI NCD redeemable in year 2018-19	40.00	-	-	-
Total	340.00	350.00	200.00	-

Call option to the Company in September 2017

2.29 Maturity profile of Term Loans

₹ in crore

Particulars	For the year ended March 31, 2017	For the year ended March 31, 2016
Financial Year 2016-17	-	30.00

2.30 Segment Reporting

The Company operates in one business segment, viz. asset reconstruction and one geographical segment, hence there are no reportable segments.

2.31 The Company does not have any contracts remaining to be executed on Capital Account.

2.32 The Company does not have any pending litigations which would impact its financial position.

2.33 Leases

a) Finance Lease

The Company has acquired vehicles under the finance lease agreement. The tenure of lease agreements ranges between 36 and 60 months with an option to prepayments/foreclosure.

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

₹ in crore

Particulars	Total minimum lease payment outstanding as at March 31, 2017	Lease finance charges not due	Present value of the minimum lease payment as at March 31, 2017	Total minimum lease payment outstanding as at March 31, 2016	Lease finance charges not due	Present value of the minimum lease payment as at March 31, 2016
Not later than 1 year	0.28	0.04	0.24	0.29	0.06	0.23
Later than 1 year but not later than 5 years	0.15	0.01	0.14	0.31	0.03	0.28
Later than 5 years	-	-	-	-	-	-
Total	0.44	0.05	0.38	0.60	0.09	0.51

b) Operating Lease

The operating leases for premises are executed for a period ranging from 60 months to 86 months with a renewal clause.

₹ in crore

Particulars	Total lease payments outstanding as at March 31, 2017	Total lease payments outstanding as at March 31, 2016
Not later than 1 year	2.58	2.51
Later than 1 year but not later than 5 years	9.25	7.34
Later than 5 years	0.12	0.14
Expenditure debited to profit & loss account	2.84	2.62

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2.34 Employee benefits

A - Defined benefit plans

a) Gratuity

₹ in crore

Amount recognised in the balance sheet with respect to gratuity	For the year ended March 31, 2017	For the year ended March 31, 2016
Present value of the defined benefit obligation at the year end	0.84	0.64
Fair value of plan assets	-	-
Net liability	0.84	0.64
Amount recognized in salary, wages and employee benefits in the Statement of profit and loss with respect to gratuity	For the year ended March 31, 2017	For the year ended March 31, 2016
Current service cost	0.08	0.07
Interest on defined benefit obligations	0.05	0.04
Expected return on plan assets	-	-
Net actuarial (gain) loss recognized during the year	0.09	(0.01)
Past service cost	-	-
Net gratuity cost	0.22	0.09
Reconciliation of present value of the obligation and the fair value of the plan assets:	For the year ended March 31, 2017	For the year ended March 31, 2016
Opening defined benefit obligation	0.64	0.46
Current service cost	0.08	0.07
Interest cost	0.05	0.04
Actuarial (gain)/loss	0.09	(0.01)
Past service cost	-	-
Liability assumed on acquisition/(settled on divestiture)	0.00	0.13
Benefits paid	(0.03)	(0.05)
Closing defined benefit obligation	0.84	0.64
Change in fair value of plan assets	For the year ended March 31, 2017	For the year ended March 31, 2016
Opening fair value of the plan assets	-	-
Expected return on plan assets	-	-
Actuarial (gain)/loss	-	-
Assets acquired on amalgamation	-	-
Contributions by the employer	0.03	0.05
Benefits paid	(0.03)	(0.05)
Closing fair value of the plan assets	-	-
Investment details of plan assets	For the year ended March 31, 2017	For the year ended March 31, 2016
Investment details of plan assets	-	-
Principal actuarial assumptions at the balance sheet date	For the year ended March 31, 2017	For the year ended March 31, 2016
Discount rate	7.20%	7.95%
Estimated rate of return on plan assets	-	-
Retirement age	60 years	60 years
Salary escalation	7%	7%

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Valuation assumptions

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

b) Compensated absences

As per Company's policy, provision of ₹ 0.55 crore (previous year ₹ 0.42 crore) has been made towards compensated absences, calculated on the basis of unutilised leave as on the last day of the financial year.

B - Defined contribution plans

Amount recognised as an expense and included in the 'Contribution to provident fund & other funds' ₹ 0.65 crore (previous year ₹ 0.48 crore.)

2.35 Sub-Rule 7 of Rule 18 of the Companies (Share Capital and Debenture) Rules 2014 requires companies to create Debenture Redemption Reserve ('DRR') for the purpose of redemption of debentures. The said Rule, inter alia, provides that no DRR is required to be created by NBFCs registered with RBI under Section 45-IA in case of privately placed debentures.

The Company, though an NBFC, is also a Securitisation and Reconstruction Company ('SCRC') registered with RBI under Section 3 of the SARFAESI Act 2002. The Securitisation Companies and Reconstruction Companies (Reserve Bank) Guidelines and Directions, 2003 as amended, inter alia, specifies that the provisions of Section 45-IA of RBI Act, 1934 relating to registration shall not apply to an NBFC, which is a SCRC registered with the RBI under Section 3 of SARFAESI Act, 2002. The aforesaid sub-rule, on the similar grounds, also exempts Housing Finance Companies from the requirement of creating DRR. In view of these provisions and background, and as per the legal opinion, the management of the Company believes that requirement of creating DRR is not applicable to SCRC. Hence no DRR is created by the Company for the Debentures issued by it during the year under report in the financial statements for the financial year 2016-17.

Additionally, the Company has written to the Ministry of Corporate Affairs to issue the necessary clarification with regard to the above for which the response is awaited.

2.36 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 – ₹ 2.05 crore (previous year ₹ 1.38 crore)
- b. Amount spent and paid during the year by way of donations to charitable trusts – ₹ 2.05 crore (previous year, ₹ 1.38 crore)

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

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Additional disclosure:**The following additional disclosures have been made taking into account RBI guidelines in this regard:**

- a) Name and address of the banks / financial institutions/ NBFCs from whom financial assets were acquired and the values at which such assets were acquired from each such bank/ financial institutions/ NBFCs.

Name of the selling bank / financial institution / NBFC	Address	Acquisition cost	₹ in crore % to total
Sponsor			
Indian Overseas Bank*	763, Anna Salai, Chennai	827.91	6.23%
Sponsor Total		827.91	6.23%
Non-Sponsors			
State Bank of India	State Bank Bhavan, Corporate Centre, Madame Cama Marg, Mumbai, Maharashtra - 400 021	1,712.57	12.90%
Bank of India	Star House, C-5, G Block, Bandra Kurla Complex, Bandra (East), Mumbai - 400 051	1,178.41	8.87%
UCO Bank	Biplabi Trailokya Maharaj Sarani, Kolkata - 700 001	1,064.70	8.02%
Syndicate Bank	Maker Tower E, II Floor, Cuffe Parade, Colaba, Mumbai - 400 005	920.77	6.93%
ICICI Bank	ICICI Bank Towers, Bandra-Kurla Complex, Mumbai - 400 051	884.65	6.66%
HDFC Limited	Ramon House, 4th Floor, H. T. Parekh Marg, 169, Backbay Reclamation, Mumbai - 400 020	863.89	6.51%
Union Bank of India	Union Bank Bhavan, 239 Vidhan Bhavan Marg, Mumbai - 400 021	632.52	4.76%
Punjab National Bank	7, Bhikhaji Cama Place, New Delhi	527.81	3.97%
Central Bank of India	Chandermukhi, Nariman Point, Mumbai - 400 021	351.40	2.65%
EXIM Bank	Centre One Building, Floor 21, World Trade Centre Complex, Cuffe Parade, Mumbai - 400 005	325.25	2.45%
Cosmos Co-operative Bank Ltd.	Cosmos Heights, 269/270 Shaniwar Peth, Pune - 411 030	309.00	2.33%
Karur Vysya Bank	Erode Road, Karur - 639 002	281.00	2.12%
Vijaya Bank	41/2 M. G. Road, Bangalore - 560 001	255.75	1.93%
Federal Bank	Federal Towers, Aluva, Ernakulum, Kerala - 683 101	244.80	1.84%
State Bank of Mysore	P. B. No. 9727, Kempe Gowda Road, Bangalore - 560 009	239.60	1.80%
Bank of Baroda	Kalpataru Heritage Building, 6th Floor, Nanik Motwani Lane, Fort, Mumbai - 400 023	226.31	1.70%
Indian Bank	254-260, Avvai, Shanmugam Salai, Royapettah, Chennai - 600 014	222.30	1.67%
State Bank of Travancore	34, Poojapura, Thiruvananthapuram - 695 012	199.00	1.50%
State Bank of Hyderabad	Head Office- Gunfoundry, Hyderabad - 500 001	192.97	1.45%
Oriental Bank of Commerce	Harsh Bhavan, E- Block, Connaught Place, New Delhi - 110 001	176.92	1.33%
State Bank of Patiala	The Mall, Patiala - 147 105	169.60	1.28%
Karnataka Bank	Mahavira Circle, Kankanadi, Mangalore - 575 002	165.51	1.25%
Axis Bank	Maker Towers F, 13th Floor, Cuffe Parade, Mumbai - 400 005	151.48	1.14%
IDBI Bank	IDBI Tower, WTC Complex, Cuffe Parade, Mumbai - 400 005	120.49	0.91%
Corporation Bank	Mangladevi Temple Road, Mangalore - 575 001	84.29	0.63%
State Bank of Bikaner & Jaipur	Tilaknagar, Jaipur - 302 005	83.35	0.63%
United Bank of India	11, Hemanta Basu Sarani, Kolkata	80.65	0.61%
Indian Overseas Bank	763, Anna Salai, Chennai	80.50	0.61%
South Indian Bank	SIB House, Mission Quarters, T B Road, Thrissur, Kerala - 680 001	79.33	0.60%
Canara Bank	112 J. C. Road, Bangalore	71.55	0.54%
Catholic Syrian Bank	CSB Bhavan, St. Mary's College Road, Thrissur,	63.75	0.48%
Sicom Ltd	Solitaire Corporate Park, Building No. 4, Andheri-Kurla Road, Chakala, Andheri (East), Mumbai - 400 093	62.87	0.47%

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			₹ in crore	
Name of the selling bank / financial institution / NBFC	Address	Acquisition cost	% to total	
Yes Bank	9th floor Nehru Centre, Worli, Mumbai - 400 018	54.45	0.41%	
HSBC	52/60, M. G. Road, Fort, Mumbai - 400 001	49.03	0.37%	
Lakshmi Vilas Bank	LVB House, 4/1, Sardar Patel Road, Guindy, Chennai - 600 032. Tamil Nadu	34.67	0.26%	
Stressed Assets Stabilisation Fund	IDBI Tower, 10th Floor, WTC Complex, Cuffe Parade, Mumbai - 400 005	31.20	0.23%	
Dena Bank	C -10, G Block, Bandra Kurla Complex, Mumbai - 400 051	31.07	0.23%	
Andhra Bank	Dr. Pattabhi Bhawan, 5-9-11, Saifabad, Hyderabad - 500 004	25.07	0.19%	
Ratnakar Bank	One India Bulls Center, Tower 2, 6th Floor, 841, Senapati Bapat Marg, Lower Parel (W), Mumbai - 400 013	25.00	0.19%	
Tata Capital Financial Services Limited	One Forbes, Dr. V. B. Gandhi Marg, Fort, Mumbai - 400001	24.50	0.18%	
HUDCO	HUDCO Bhawan, Core-7-A, India Habitat Centre, Lodhi Road, New Delhi - 110 003	21.34	0.16%	
Bank of Bahrain & Kuwait B.S.C.	Jolly Maker Chamber, 2, Ground Floor, Nariman point, Mumbai - 400 021	19.19	0.14%	
Deutsche Bank	DB House, Hazarimal Somani Marg, Fort, Mumbai - 400 001	18.35	0.14%	
Bank of Maharashtra	"Lokmangal" 1501, Shivajinagar, Pune - 411 005	16.65	0.13%	
Allahabad Bank	2, Netaji Subhash Road, Kolkata - 700 001	13.73	0.10%	
Kotak Mahindra Bank Limited	27 BKC, Plat No. C-27, G Block, Bandra Kurla Complex, Bandra (East), Mumbai - 400 051	7.50	0.06%	
Specified Undertaking of UTI	UTI Tower, G Block, Bandra Kurla Complex, Bandra (East), Mumbai - 400 051	7.30	0.05%	
Barclays PLC	801, Ceejay House, Annie Besant Raod, Worli, Mumbai - 400 018.	7.22	0.05%	
KKR India Financial Services Pvt. Ltd.	Regus CitiCentre, Level 6, 10/11, Dr. Radhakrishna Salai, Tamil Nadu, Chennai - 600 004	6.75	0.05%	
Rupee Co-operative Bank	2062, Sadashiv Peth, Astang Ayurved Building, Pune - 411030	6.00	0.05%	
SBI Global Factors Limited	6th Floor, Metropolitan Building, Bandra Kurla Complex, Bandra (East), Mumbai - 400 051	4.50	0.03%	
BNP Paribas	Unit No 203, Sakar II, Ellisbridge, Ahmedabad - 380 006	3.39	0.03%	
IFCI Factors Limited	10Th Floor, IFCI Tower, 61 Nehru Place, New Delhi - 110 019	3.13	0.02%	
SBM Bank (Mauritius) Limited	101, Raheja Centre, Nariman Point, Mumbai - 400 021	2.85	0.02%	
Standard Chartered Bank	23, Narain Manzil, Barakhamba Road, New Delhi - 110 001	2.59	0.02%	
IL & FS Financial Services Limited	IL & FS Financial Centre, Plat C-22, G Block, Bandra-Kurla Complex, Bandra East, Mumbai - 400 051	2.27	0.02%	
CTBC Bank Co. Limited	UGF, Birla Tower, 25, Barakhamba Raod, New Delhi - 110 001	2.02	0.02%	
The Saraswat Co-op Bank Ltd.	Mittal Court 'A' Wing 1st Floor, Nariman Point, Mumbai - 400 004	1.91	0.01%	
Dhanalakshmi Bank	Dhanalaxmi Buildings, Naickanal, Thrissur, Kerala - 680 001	1.59	0.01%	
The Nashik Road Deolali Vyapari Sahakari Bank Ltd.	Kalpavruksha, Aashanagar, Nashikroad, Nashik, Maharashtra - 422 101	1.50	0.01%	
Life Insurance Corporation of India	Yogakshema, Jeevan Bima Marg, Mumbai - 400 021	1.50	0.01%	
L & T Fincorp Limited	Brindavan, Plot no. 177, Vidyanageri Marg, CST Raod, Kalina, Santacruz, Mumbai - 400 098	0.81	0.01%	
UTI Mutual Fund	UTI Tower, Gn Block, Bandra-Kurla Complex, Bandra (East), Mumbai - 400 051	0.60	0.00%	
Non Sponsors Total		12,450.67	93.77%	
Grand Total		13,278.58	100.00%	

* Indian Overseas Bank has ceased to be a sponsor with effect from September 22, 2015. Hence subsequent acquisitions from the same bank has been grouped in Non Sponsor acquisitions.

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b) Dispersion of various assets industry wise.

Industry	₹ in crore	
	Acquisition Price	% to total
Hospitality	4,597.55	34.62%
Real Estate	1,717.05	12.93%
Pharmaceuticals	1,359.89	10.24%
Textiles	1,079.10	8.13%
Ceramics	803.06	6.05%
Iron & Steel	497.84	3.75%
Chemicals	297.43	2.24%
Plywood/ laminates	257.76	1.94%
Airlines	238.75	1.80%
Retail	237.21	1.79%
Infrastructure	213.17	1.61%
Cement	147.32	1.11%
Media	139.71	1.05%
Power	137.40	1.03%
Trading	130.83	0.99%
Information Technology	126.66	0.95%
Metals	112.07	0.84%
Leather	107.15	0.81%
Coal	101.80	0.77%
Plastics	92.79	0.70%
Packaging	92.79	0.70%
Food Products	87.82	0.66%
Healthcare	76.75	0.58%
Paper	71.79	0.54%
Engineering	67.53	0.51%
Poultry	59.44	0.45%
Gems & Jewellery	58.77	0.44%
Plantation	47.63	0.36%
Transportation	38.74	0.29%
Electronic	37.48	0.28%
Education	33.84	0.25%
Agro Products	29.13	0.22%
Alcohol	10.45	0.08%
Paints	6.91	0.05%
Others	164.98	1.24%
Total	13,278.58	100.00%

- c) The above table (b) has been prepared by management and the same has been relied upon by the auditors.
- d) The acquisition price in the tables (a) and (b) above includes financial assets acquired till March 31, 2017 including financial assets resolved till date.
- e) Restructuring Loan disbursed to one borrower amounting to ₹ 9.95 crore, classified as non-performing asset in FY 2013-14 is classified as a loss asset as on March 31, 2017. A provision of 100%, ₹ 9.95 crore has been made on the same.
- f) The accounting policies adopted by the Company in preparation and presentation of the financial statements are in conformity with the applicable prudential norms prescribed by the RBI.

NOTES

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- g) The Company has put in place internal audit system, scope of which provides for periodical checks and review of the assets acquisition procedures and asset reconstruction measures and the matters related thereto.
- h) The capital adequacy ratio is well above fifteen percent of its total risk weighted assets, accordingly the Company has complied with the capital adequacy norms as prescribed the RBI.
- i) Additional disclosure as per RBI Notification No. DBNS.PD(SC/RC). 8/ CGM (ASR) dated April 21, 2010.

Particulars	₹ in crore
	Amount (Face Value)
Value of financial assets acquired during the financial year either in its own books or in the books of the trust	2,252.36
Value of financial assets realized during the financial year	433.83
Value of financial assets outstanding for realization as at the end of the financial year	11,174.87
Value of Security Receipts redeemed partly during the financial year	188.01
Value of Security Receipts redeemed fully during the financial year	10.73
Value of Security Receipts pending for redemption as at the end of the financial year	11,874.08
Value of Security Receipts which could not be redeemed as a result of non-realization of the financial asset as per the policy formulated by the Securitisation company or Reconstruction company under Paragraph 7(6)(ii) or 7(6)(iii)	Nil
Value of land and/or building acquired in ordinary course of business of reconstruction of assets	Nil

- j) Additional disclosure as per RBI Notification No. DNBS (PD) CC. No. 41/SCRC/26.03.001/2014-2015 dated August 5, 2014 (for acquisitions made after August 5, 2014):
- i. None of the assets have been acquired during the year at a price higher than the book value (value of assets declared by seller bank in the auction).
 - ii. None of the assets (i.e. total purchase consideration paid at the trust level) have been disposed off during the financial year at a discount of more than 20% of its valuation as on the previous year end.
 - iii. In none of the trusts, the value of the SRs (i.e. Net Asset Value) have declined more than 20% below the acquisition value.



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