

JM FINANCIAL LIMITED

STATEMENT OF CONSOLIDATED UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED DECEMBER 31, 2020

(Rupees in Crore)

Sr. No.	Particulars	Quarter Ended			Nine Months Ended		Year Ended
		31.12.2020	30.09.2020	31.12.2019	31.12.2020	31.12.2019	31.03.2020
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1	Income						
(a)	Revenue from Operations						
	(i) Interest Income	523.92	467.35	560.17	1,430.45	1,751.20	2,281.27
	(ii) Fees and Commission Income	172.63	163.67	210.07	415.24	487.13	646.26
	(iii) Brokerage Income	59.85	74.20	47.95	184.45	142.15	202.70
	(iv) Net gain on fair value changes (Refer Note 6)	107.65	73.90	54.21	276.35	116.26	175.53
	(v) Net gain on derecognition of financial instruments carried at amortised cost	0.01	-	1.85	6.52	17.84	18.02
	(vi) Other Operating Income	20.75	21.65	26.55	59.37	81.56	108.25
		884.81	800.77	900.80	2,372.38	2,596.14	3,432.03
(b)	Other Income	6.18	2.63	4.65	13.12	16.83	21.52
	Total Income	890.99	803.40	905.45	2,385.50	2,612.97	3,453.55
2	Expenses						
(a)	Finance costs	278.25	288.87	353.58	839.77	1,052.54	1,385.86
(b)	Impairment on financial instruments (Refer Note 6)	69.07	79.21	42.57	217.25	116.05	233.72
(c)	Employee benefits expense	117.53	116.63	119.11	325.41	330.39	395.41
(d)	Depreciation and amortization expense	9.94	10.04	10.31	30.04	30.10	41.04
(e)	Other Expenses	85.44	69.13	75.20	218.58	205.39	304.00
	Total expenses	560.23	563.88	600.77	1,631.05	1,734.47	2,360.03
3	Profit before tax (1-2)	330.76	239.52	304.68	754.45	878.50	1,093.52
4	Tax expenses						
(a)	Current tax	109.65	75.35	85.98	246.52	254.74	328.52
(b)	Deferred tax	(28.51)	(19.40)	(6.44)	(64.79)	7.28	(15.92)
(c)	Tax adjustment of earlier years (net)	(0.57)	-	2.99	-	2.99	3.38
	Total tax expenses	80.57	55.95	82.53	181.73	265.01	315.98
5	Net Profit for the period / year (3-4)	250.19	183.57	222.15	572.72	613.49	777.54
6	Add :- Share in profit of associate	0.81	0.34	0.67	1.80	1.50	0.41
7	Net Profit after tax and Share in profit of associate (5+6)	251.00	183.91	222.82	574.52	614.99	777.95
8	Other Comprehensive Income (OCI)						
	(i) Items that will be reclassified to profit or loss						
	- Exchange differences on translation of foreign operations	(1.06)	(2.85)	1.45	(3.50)	3.52	9.87
	(ii) Items that will not be reclassified to profit or loss						
	- Remeasurement of defined benefit obligations	0.29	1.00	(0.46)	0.89	(1.51)	(1.60)
	- Share in Other Comprehensive Income of Associate	-	-	-	-	-	#
	- Income tax on the above	(0.07)	(0.25)	0.12	(0.22)	0.39	0.41
	Total Other Comprehensive Income	(0.84)	(2.10)	1.11	(2.83)	2.40	8.68
9	Total Comprehensive Income (7+8)	250.16	181.81	223.93	571.69	617.39	786.63
10	Net Profit attributable to (7):						
	Owners of the company	180.76	139.06	157.54	413.43	414.42	544.98
	Non-controlling interests	70.24	44.85	65.28	161.09	200.57	232.97
11	Other Comprehensive Income attributable to (8):						
	Owners of the company	(0.85)	(2.13)	1.15	(2.84)	2.53	8.78
	Non-controlling interests	0.01	0.03	(0.04)	0.01	(0.13)	(0.10)
12	Total Comprehensive Income attributable to (9):						
	Owners of the company	179.91	136.93	158.69	410.59	416.95	553.76
	Non-controlling interests	70.25	44.88	65.24	161.10	200.44	232.87
13	Paid up equity share capital (Face value Re.1/- per share)	95.24	95.22	84.12	95.24	84.12	84.12
14	Other Equity (excluding revaluation reserves)						5,502.21
15	Earning Per Share (EPS)						
	Basic EPS (in Rs.) (Not annualised)	1.96	1.53	1.87	4.48	4.93	6.48
	Diluted EPS (in Rs.) (Not annualised)	1.95	1.53	1.87	4.47	4.91	6.45

Denotes amount below ₹ 50,000/-

JM FINANCIAL LIMITED							
SEGMENTWISE DETAILS ON CONSOLIDATED BASIS FOR THE QUARTER AND NINE MONTHS ENDED DECEMBER 31, 2020							
(Rupees in Crore)							
Particulars	Quarter Ended			Nine Months Ended		Year Ended	
	31.12.2020	30.09.2020	31.12.2019	31.12.2020	31.12.2019	31.03.2020	
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited	
Segment Revenue							
A Investment Banking, Wealth Management & Securities Business (IWS)	425.36	405.71	442.16	1,121.44	1,200.24	1,611.52	
B Mortgage Lending	325.50	291.94	342.11	915.82	1,035.28	1,350.85	
C Distressed Credit	126.33	85.01	95.96	309.46	315.13	413.50	
D Asset Management	8.42	7.26	17.51	22.60	55.96	62.88	
E Others	37.24	29.63	20.92	78.93	51.77	79.75	
Total Segment Revenue	922.85	819.55	918.66	2,448.25	2,658.38	3,518.50	
Less: Inter - segmental revenue	(31.86)	(16.15)	(13.21)	(62.75)	(45.41)	(64.95)	
Total Revenue	890.99	803.40	905.45	2,385.50	2,612.97	3,453.55	
Segment Results (Profit / (loss) before tax)							
A Investment Banking, Wealth Management & Securities Business (IWS)	125.97	118.31	126.19	302.95	310.61	434.60	
B Mortgage Lending	142.59	103.32	153.99	347.99	467.03	533.01	
C Distressed Credit	44.01	9.44	12.97	75.54	62.33	85.58	
D Asset Management	0.34	(1.87)	8.04	(4.27)	26.16	22.49	
E Others	17.85	10.32	3.49	32.24	12.37	17.84	
Total Results	330.76	239.52	304.68	754.45	878.50	1,093.52	
Segment Assets							
A Investment Banking, Wealth Management & Securities Business (IWS)	8,338.20	7,925.73	8,283.54	8,338.20	8,283.54	7,626.56	
B Mortgage Lending	8,444.16	8,280.11	9,292.60	8,444.16	9,292.60	8,404.14	
C Distressed Credit	3,260.88	4,067.63	4,421.19	3,260.88	4,421.19	4,127.32	
D Asset Management	241.84	240.63	251.20	241.84	251.20	245.55	
E Others	1,062.59	1,070.02	303.59	1,062.59	303.59	289.51	
Total Segment Assets	21,347.67	21,584.12	22,552.12	21,347.67	22,552.12	20,693.08	
Segment Liabilities							
A Investment Banking, Wealth Management & Securities Business (IWS)	5,402.94	5,083.68	5,693.69	5,402.94	5,693.69	4,932.13	
B Mortgage Lending	4,753.75	4,696.96	5,911.66	4,753.75	5,911.66	4,972.32	
C Distressed Credit	1,641.18	2,460.86	2,433.58	1,641.18	2,433.58	2,526.03	
D Asset Management	11.73	11.84	15.47	11.73	15.47	14.16	
E Others	152.11	175.93	187.04	152.11	187.04	166.45	
Total Segment Liabilities	11,961.71	12,429.27	14,241.44	11,961.71	14,241.44	12,611.09	
Segment Capital Employed							
A Investment Banking, Wealth Management & Securities Business (IWS)	2,935.26	2,842.05	2,589.85	2,935.26	2,589.85	2,694.43	
B Mortgage Lending	3,690.41	3,583.15	3,380.94	3,690.41	3,380.94	3,431.82	
C Distressed Credit	1,619.70	1,606.77	1,987.61	1,619.70	1,987.61	1,601.29	
D Asset Management	230.11	228.79	235.73	230.11	235.73	231.39	
E Others	910.48	894.09	116.55	910.48	116.55	123.06	
Total Capital Employed	9,385.96	9,154.85	8,310.68	9,385.96	8,310.68	8,081.99	

JM FINANCIAL LIMITED							
STATEMENT OF STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED DECEMBER 31, 2020							
(Rupees in Crore)							
Sr.		Quarter Ended			Nine months Ended		Year Ended
No.	Particulars	31.12.2020	30.09.2020	31.12.2019	31.12.2020	31.12.2019	31.03.2020
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1	Income						
(a)	Revenue from Operations						
	(i) Interest income	16.57	11.02	5.54	34.11	10.01	15.95
	(ii) Fees and commission income	55.51	74.34	93.24	139.35	167.39	219.45
	(iii) Net gain on fair value changes	5.16	27.27	-	46.32	-	21.15
	Total revenue from operations	77.24	112.63	98.78	219.78	177.40	256.55
(b)	Other income	1.37	18.88	3.45	21.65	44.72	46.52
	Total Income	78.61	131.51	102.23	241.43	222.12	303.07
2	Expenses						
(a)	Finance costs	1.76	1.81	1.92	5.42	5.90	7.81
(b)	Fees, Sub Brokerage and other direct expenses	5.90	21.00	13.31	27.14	28.91	30.63
(c)	Net loss on fair value changes	-	-	1.27	-	9.74	-
(d)	Impairment on financial instruments	2.99	0.60	(0.18)	3.59	2.35	2.32
(e)	Employee benefits expense	22.05	25.35	33.05	59.66	65.41	66.83
(f)	Depreciation and amortisation expense	2.97	2.98	3.03	8.94	9.17	12.18
(g)	Other expenses	4.38	4.36	3.92	12.45	11.04	26.85
	Total expenses	40.05	56.10	56.32	117.20	132.52	146.62
3	Profit before tax (1-2)	38.56	75.41	45.91	124.23	89.60	156.45
4	Tax expenses						
(a)	Current tax	10.60	10.60	11.47	21.20	22.35	32.16
(b)	Deferred tax	(0.59)	(2.95)	2.15	(3.54)	(4.35)	(3.11)
(c)	Tax adjustment of earlier years (net)	-	-	-	-	-	0.09
	Total tax expenses	10.01	7.65	13.62	17.66	18.00	29.14
5	Net Profit for the period / year (3-4)	28.55	67.76	32.29	106.57	71.60	127.31
6	Other Comprehensive Income						
(i)	Items that will not be reclassified to profit or loss						
	Remeasurement of defined benefit obligations	0.03	0.17	(0.20)	0.10	(0.58)	(0.39)
(ii)	Income tax on above	#	(0.04)	0.06	(0.02)	0.17	0.10
	Total other Comprehensive Income	0.03	0.13	(0.14)	0.08	(0.41)	(0.29)
7	Total Comprehensive Income (5+6)	28.58	67.89	32.15	106.65	71.19	127.02
8	Paid up equity share capital (Face value Re.1/- per share)	95.24	95.22	84.12	95.24	84.12	84.12
9	Other Equity (excluding revaluation reserves)						2,489.16
10	Earning Per Share (EPS)						
	Basic EPS (in Rs.) (Not annualised)	0.31	0.75	0.38	1.15	0.85	1.51
	Diluted EPS (in Rs.) (Not annualised)	0.31	0.75	0.38	1.15	0.85	1.51

Denotes amount below ₹ 50,000/-

Notes:

- 1) The above unaudited financial results for the third quarter and nine months ended December 31, 2020 have been reviewed by the Audit Committee, and on its recommendation, have been approved by the Board of Directors at its meeting held on January 23, 2021 in accordance with Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. The said results have been subjected to limited review by the Statutory Auditors of the Company, who have issued an unmodified report thereon.
- 2) The said financial results have been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34 “Interim Financial Reporting” (Ind AS 34) prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India.
- 3) During the third quarter ended December 31, 2020, the Allotment Committee of the Board has allotted an aggregate of 1,67,852 equity shares of the face value of Re. 1/- each to the eligible employees upon exercise of stock options by them. Consequent upon the said allotment of shares, the total paid up equity share capital of the Company has increased to Rs. 95,23,91,094/- (Rupees Ninety five crore twenty three lakh ninety one thousand and ninety four) representing 95,23,91,094 equity shares of the face value of Re. 1/- each.
- 4) On a consolidated basis, the Group has identified four reportable segments, namely, (i) Investment Banking, Wealth Management & Securities Business (IWS), (ii) Mortgage Lending, (iii) Distressed Credit and (iv) Asset Management. Others include property rental income.
- 5) On a stand-alone basis, the third quarter’s other income is not comparable with that of the preceding quarter’s (second quarter ended September 30, 2020) income since the same included the dividend income from the investments made by the Company in its group companies.
- 6) The outbreak of COVID-19 pandemic across the globe and in India has contributed to a significant decline and volatility in the global and Indian financial markets and corresponding slowdown in the economic activities. The Reserve Bank of India (RBI) had issued guidelines relating to COVID-19 Regulatory Package and in accordance therewith, certain subsidiaries of the Company had provided a moratorium on the payment of all principal amount and/or interest, as applicable, falling due between March 1, 2020 and August 31, 2020 to all eligible borrowers classified as standard, even if the said amounts were overdue on February 29, 2020. For all such accounts, where the moratorium was granted, the asset classification remained standstill during the moratorium period (i.e., the number of days past due shall exclude the moratorium period for the purpose of asset classification as per the policy).

Further, the management of relevant subsidiaries, based on the available information, has estimated impact on the future cash flows and applied overlays basis the policies of the said subsidiaries for the purpose of determination of:

- the provision for impairment of financial assets carried at amortized cost; and
- the fair value of certain financial assets carried at fair value through profit or loss (FVTPL).

Given the uncertainty over the potential macro-economic impact and external developments including the final decision of the Honourable Supreme Court of India in relation to moratorium and other related matters, the management has considered internal and external information up to the date of approval of these financial results. Accordingly, the consolidated financial results for the third quarter and nine months ended December 31, 2020 include incremental impairment provision of Rs. 61.87 Crore and Rs. 185.12 Crore respectively on account of the pandemic. The said provision is in addition to the impairment provision and fair value loss aggregating Rs. 175.21 Crore for the year ended March 31, 2020, which significantly included potential impact on account of the pandemic. Based on the current indicators of future economic conditions, the Group considers these provisions to be adequate and the fair values of financial assets carried at FVTPL to be appropriate.

The extent to which the pandemic will impact future results of the subsidiaries and consequently the Group’s results will depend on future developments, which are highly uncertain. Given the uncertainty over the potential macro-economic condition, the impact of the global health pandemic may be different from the ones estimated

as at the date of approval of these financial results and the Group will continue to closely monitor any material changes to future economic conditions, which will be given effect to in the respective future periods.

- 7) The Consolidated and Standalone financial results for the third quarter and nine months ended December 31, 2020 are being uploaded on the Company's website viz., www.jmfl.com and the websites of BSE Limited and National Stock Exchange of India Limited viz., www.bseindia.com and www.nseindia.com respectively.

Key stand-alone financial information is given below:

Rupees in Crore

Particulars	Quarter ended			Nine months ended		Year ended
	31.12.2020 Unaudited	30.09.2020 Unaudited	31.12.2019 Unaudited	31.12.2020 Unaudited	31.12.2019 Unaudited	31.03.2020 Audited
Total Income	78.61	131.51	102.23	241.43	222.12	303.07
Profit before tax	38.56	75.41	45.91	124.23	89.60	156.45
Profit after tax	28.55	67.76	32.29	106.57	71.60	127.31
Total Comprehensive Income	28.58	67.89	32.15	106.65	71.19	127.02

- 8) Previous period/year's figures have been regrouped and rearranged wherever necessary to conform to the current period's classification.

For and on behalf of the Board of Directors

Place: Mumbai
Date: January 23, 2021

Vishal Kampani
Managing Director
(DIN: 00009079)