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SHARP & TANNAN ASSOCIATES
chartered accountants

Independent Auditor's Report on Standalone Financial Results of JM FINANCIAL ASSET RECONSTRUCTION COMPANY LIMITED under Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 for the Quarter and year ended March 31, 2024

To,
The Board of Directors
JM FINANCIAL ASSET RECONSTRUCTION COMPANY LIMITED
(CIN: U67190MH2007PLC174287)
7th, Floor, Cnergy, Appasaheb Marathe Marg,
Prabhadevi, Mumbai - 400025

Opinion

We have audited the accompanying Statement of Standalone Financial Results of **JM Financial Asset Reconstruction Company Limited** (the "Company") for the quarter and year ended March 31, 2024 (the "Statement") being submitted by the Company pursuant to the requirement of Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us, the Statement:

A. is presented in accordance with the requirements of Regulation 52 of the Listing Regulations in this regard; and

B. gives a true and fair view in conformity with the recognition and measurement principles laid down in the applicable Indian Accounting Standards and other accounting principles generally accepted in India of the net loss and other comprehensive income and other financial information of the Company for the year ended March 31, 2024.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing ("SAs") specified under section 143(10) of the Companies Act, 2013 ("the Act"). Our responsibilities under those Standards are further described in the *Auditor's Responsibilities for the Audit of the Statement* of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ("ICAI") together with the ethical requirements that are relevant to our audit of the Standalone Financial Results under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics.

Sharp & Tannan Associates ICAI Regn. No. 109983W Chartered Accountants

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We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Material Uncertainty Related to Going Concern

With reference to Note 4(b) which indicates that the company has incurred significant losses for the current financial year, an exceptional impairment loss provision made on March 31, 2024, in multiple trusts & loans related to one large investment in security receipts/financial assets due to the change in the resolution strategy & events subsequent to the balance sheet date, which led to a reduction in the fair values of these assets, resulting in the Company's net worth decreasing from Rs. 1,533.09 crore as on March 31, 2023, to Rs. 592.34 crore as on March 31, 2024. The reduction in net worth has resulted in a decrease in regulatory capital and regulatory ratios that indicate that material uncertainty related to going concern may exist.

However, the Company is raising funds through an equity infusion of Rs 525 crore or such higher amounts from its Holding Company/Existing shareholders/group entities/new investors, approved in its Board Meeting on May 16, 2024, subject to regulatory and other approvals. The regulatory capital and regulatory ratios will improve post the equity infusion which is explained in the note and the Company is confident it can meet obligations with equity infusion and asset realization. The Standalone Financial Statements are prepared on a going-concern basis, as detailed in the note.

Our opinion is not modified with respect to this above matter

Emphasis of Matters:

We draw your attention to Note 4(a) to these standalone financial statements, which describes the exceptional item considered by management for significant impairment provisions of Rs. 846.86 Crore on fair valuation of investments in multiple trusts and loans related to one large account/exposure in the current financial year due to a change in resolution strategy/plan and events subsequent to the balance sheet date resulting in the reduction of fair values of the specific assets.

Our opinion is not modified with respect to this emphasis of matter

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Management's Responsibilities for the Statement

This Statement, which is the responsibility of the Company's management and approved by the Board of Directors, has been prepared on the basis of annual standalone financial statements.

The Company's management and the Board of Directors are responsible for the preparation and presentation of the Statement that give a true and fair view of the net loss and other comprehensive income and other financial information in accordance with the recognition and measurement principles laid down in the Indian Accounting Standards, prescribed under Section 133 of the Act read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 52 of the Listing Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of 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; and 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 Statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the Statement, the management and the Board of Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors are also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Statement

Our objectives are to obtain reasonable assurance about whether the Statement as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the Statement.

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As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

A. Identify and assess the risks of material misstatement of the Statement, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

B. Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion through a separate report on the complete set of standalone financial statements on whether the Company has adequate internal financial controls with reference to standalone financial statements in place and the operating effectiveness of such controls.

C. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.

D. Conclude on the appropriateness of the Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Statement or, if such disclosures are inadequate, to modify our opinion. Our opinion is based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

E. Evaluate the overall presentation, structure and content of the Statement, including the disclosures, and whether the Statement represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the Statement that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the Statement may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results

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of our work; and (ii) to evaluate the effect of any identified misstatements in the Statement.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Other Matters

The Statement includes the results for the quarter that ended 31 March 2024 being the balancing figure between the audited figures in respect of the full financial year and the published unaudited year to date figures up to nine months ended 31 December 2023 of the current financial year which were subjected to limited review by us.

The Statement also includes the results for the comparative quarter ended March 31, 2023, being the balancing figures between the audited figures in respect of the full financial year 2022-23 and unaudited figures up to the third quarter ended December 31, 2022.

Our opinion is not modified with respect of these other matters.

Sharp & Tannan Associates
Chartered Accountants
Firm's Registration no. 109983W
by the hand of

Parthiv S. Desai
Partner
Membership no.(F) 042624
UDIN: 24042624BKFRSH8220

Mumbai, May 16, 2024

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JM FINANCIAL

JM FINANCIAL ASSET RECONSTRUCTION COMPANY LIMITED

STATEMENT OF STANDALONE PROFIT AND LOSS FOR THE QUARTER AND YEAR ENDED MARCH 31, 2024

(₹ in crore)

Sr. No.	Particulars	Quarter Ended			Year Ended	
		31.03.2024 (Refer note 5)	31.12.2023 Unaudited	31.03.2023 (Refer note 6)	31.03.2024 Audited	31.03.2023 Audited
(I)	**Revenue from operations**					
(i)	Interest income	29.60	45.20	33.70	93.08	66.00
(ii)	Fees and incentives	69.66	63.02	58.16	265.29	166.70
		99.26	108.22	91.86	358.37	232.70
(II)	Other income	0.03	0.02	1.41	0.58	2.00
(III)	**Total Income (I+II)**	**99.29**	**108.24**	**93.27**	**358.95**	**234.70**
(IV)	**Expenses**					
(i)	Finance costs	71.10	74.44	69.98	292.99	240.29
(ii)	Net loss on fair value changes	146.24	22.85	242.19	98.97	149.73
(iii)	Impairment on financial instruments (net)	1.65	0.05	9.65	11.55	12.51
(iv)	Employee benefits expenses	3.79	6.41	5.34	21.62	20.37
(v)	Depreciation and amortisation expense	0.66	0.60	0.64	2.53	2.71
(vi)	Others expenses	6.17	3.21	3.47	15.62	13.76
	Total expenses	**229.61**	**107.56**	**331.27**	**443.28**	**439.37**
(V)	**Profit/(Loss) before exceptional items and tax (III-IV)**	**(130.32)**	**0.68**	**(238.00)**	**(84.33)**	**(204.67)**
(VI)	**Exceptional items (refer note 4(a) below)**	**(846.86)**	-	-	**(846.86)**	-
(VII)	**Profit/(Loss) before tax (V+VI)**	**(977.18)**	**0.68**	**(238.00)**	**(931.19)**	**(204.67)**
(VIII)	**Tax expense**					
	(a) Current tax	(2.30)	7.83	-	40.95	-
	(b) Deferred tax	1.96	(7.96)	(58.24)	(29.70)	(49.74)
	Total tax expenses	**(0.34)**	**(0.13)**	**(58.24)**	**11.25**	**(49.74)**
(IX)	**Net Profit/(Loss) after tax for the period/year ended (VII-VIII)**	**(976.84)**	**0.81**	**(179.76)**	**(942.44)**	**(154.93)**
(X)	**Other Comprehensive Income**					
	(i) Items that will not be reclassified to profit or loss					
	- Actuarial gain/(losses) on post retirement benefit plans	(0.02)	(0.09)	0.16	(0.30)	(0.20)
	(ii) Less: Income tax on above	(0.01)	(0.02)	0.04	(0.08)	(0.05)
	Other Comprehensive Income	**(0.01)**	**(0.07)**	**0.12**	**(0.22)**	**(0.15)**
(XI)	**Total Comprehensive Income (IX+X)**	**(976.85)**	**0.74**	**(179.64)**	**(942.66)**	**(155.08)**
(XII)	**Paid up equity share capital (Face value ₹ 10 per share)**	398.33	398.33	398.33	398.33	398.33
(XIII)	**Other equity**				194.01	1,134.76
(XIV)	**Net Profit Margin (%) (Profit/ (Loss) for the period or year/Total income)**	(984%)	1%	(193%)	(263%)	(66%)
(XV)	**Earnings per equity share (EPS)**					
	Basic (in ₹) *	* (24.52)	* 0.02	* (4.51)	(23.66)	(3.89)
	Diluted (in ₹) *	* (24.52)	* 0.02	* (4.51)	(23.66)	(3.89)

* Not annualised

Sharp & Tannan Associates Chartered Accountants ICAI Regn. No. 109983W

JM Financial Asset Reconstruction Company Ltd. Mumbai

JM FINANCIAL

JM FINANCIAL ASSET RECONSTRUCTION COMPANY LIMITED

STATEMENT OF STANDALONE PROFIT AND LOSS FOR THE QUARTER AND YEAR ENDED MARCH 31, 2024

Notes:

1 The above results have been reviewed by the Audit Committee and on its recommendation have been approved by the Board of Directors at its meeting held on May 16, 2024.

2 The above financial results have been prepared in accordance with the recognition and measurement principles of Indian Accounting Standards prescribed under section 133 of the Companies Act, 2013 (as amended) read with Rule 3 of the Companies (Indian Accounting Standard) Rules, 2015 (as amended) read with the SEBI Circular No.CIR/IMD/DF1/69/2016 dated 10th August, 2016. Information as required by Regulation 52 and Regulation 54 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 is as per Annexure "I" attached.

3 The Company operates in a segment of distressed credit business and all other activities are incidental to its main business activities as per requirement of Indian Accounting Standard 108 (Ind AS 108) on Operating Segment. The reportable business segment is in line with the segment wise information which is being presented to the Chief Operating Decision Maker. All activities are carried out within India. As such there are no separate reportable segments as per Ind AS 108 on "Operating Segments".

4 a) During the financial year 2023-24, the Company has recognised impairment loss/expected credit loss aggregating ₹ 846.86 crore (excluding tax) on fair valuation of investments in multiple trusts and loans related to one large account/exposure due to a change in resolution strategy/plan and events subsequent to the balance sheet date. The recognition of such impairment loss/ expected credit loss has happened in the normal course of asset reconstruction business of the Company. However, considering other impacts of the same on the financial statements and its materiality, the same has been treated as an Exceptional Item in the Statement of Profit and Loss Account.

b) Pursuant to the above, there is decrease in the Company's net worth and regulatory capital including regulatory ratios required to be maintained as per the applicable RBI guidelines as on March 31, 2024. To comply with the regulatory requirements, the Company is in the process of raising funds of ₹ 525 crore or such higher amounts through equity infusion from its Holding Company/Existing shareholders/Group entities/New investors and the same has been approved by the Board at its meeting held on May 16, 2024 subject to the necessary regulatory and other approvals as may be necessary. The Company is confident about meeting its obligations considering the above equity infusion and realisation from its existing assets. Considering the above, there would be no impact on Going concern principle on the Company in the foreseeable future and the Company would continue to operate its business in the normal course.The impact of these developments, if any shall be assessed and given effect in the respective future periods. Summary of the impact on regulatory ratios is given as under:

	Pre Impact of exceptional item	Post Impact of exceptional item (Pre equity infusion)	Post Equity Infusion
Net Worth (₹ in crore)	1,439.20	592.34	1,117.34
Debt Equity Ratio (No of times)*	1.96	4.76	2.05
CRAR	22.60%	2.91%	18.68%

* debt equity ratio of post equity infusion after considering utilisation of proceed of said equity infusion for repayment of debts

5 The Statement includes the results for the quarter ended 31 March 2024 being the balancing figure between the audited figures in respect of the current full financial year and the published unaudited year to date figures up to nine months ended 31 December 2023 of the current financial year.

6 The Statement includes the results for the quarter ended 31 March 2023 being the balancing figure between the audited figures in respect of the previous full financial year and the published unaudited year to date figures up to nine months ended 31 December 2022 of the previous financial year.

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

For JM Financial Asset Reconstruction Company Limited

JM Financial Asset Reconstruction Company Ltd. Mumbai

Adi Patel
Director
(DIN - 02307863)

Place : Mumbai
Date : May 16, 2024

Sharp & Tannan Associates Chartered Accountants ICAI Regn. No. 109983W

JM FINANCIAL

JM FINANCIAL ASSET RECONSTRUCTION COMPANY LIMITED
STANDALONE BALANCE SHEET AS AT MARCH 31, 2024

(₹ in crore)

Sr. No.	Particulars	As at March 31, 2024 Audited	As at March 31, 2023 Audited
	ASSETS		
(1)	**Financial Assets**		
(a)	Cash and cash equivalents	84.75	39.20
(b)	Bank balance other than (a) above	0.99	2.73
(c)	Trade Receivables	201.53	304.23
(d)	Loans	499.12	543.28
(e)	Investments	2,471.26	3,622.33
(f)	Other Financial assets	60.84	55.49
		3,318.49	**4,567.26**
(2)	**Non-financial Assets**		
(a)	Current tax assets (net)	83.75	44.35
(b)	Deferred tax Assets (net)	113.42	83.64
(c)	Property, Plant and Equipment	11.33	13.52
(d)	Other Intangible assets	0.15	0.03
(e)	Other non-financial assets	1.33	2.26
		209.98	**143.80**
	TOTAL ASSETS (1+2)	**3,528.47**	**4,711.06**
	LIABILITIES AND EQUITY		
	LIABILITIES		
(1)	**Financial Liabilities**		
(a)	Trade Payables		
	(i) total outstanding dues of micro and small enterprises	0.14	0.23
	(ii) total outstanding dues of creditors other than micro and small enterprises	4.69	2.54
(b)	Debt Securities	1,897.90	1,709.80
(c)	Borrowings (Other than Debt Securities)	921.86	1,408.13
(d)	Lease liabilities	14.02	16.08
(e)	Other financial liabilities	82.80	21.90
	Total Financial Liabilities	**2,921.41**	**3,158.68**
(2)	**Non-Financial Liabilities**		
(a)	Provisions	1.75	2.09
(b)	Other non-financial liabilities	12.97	17.20
	Total Non-Financial Liabilities	**14.72**	**19.29**
(3)	**EQUITY**		
(a)	Equity Share capital	398.33	398.33
(b)	Other Equity	194.01	1,134.76
	Total Equity	**592.34**	**1,533.09**
	TOTAL LIABILITIES AND EQUITY (1+2+3)	**3,528.47**	**4,711.06**

Sharp & Tannan Associates ★ Chartered Accountants ★ ICAI Regn. No. 109983W

Financial Asset Reconstruction Company Ltd. ★ JM ★ Mumbai

JM FINANCIAL

JM FINANCIAL ASSET RECONSTRUCTION COMPANY LIMITED
STANDALONE STATEMENT OF CASH FLOW FOR THE YEAR ENDED MARCH 31, 2024

(₹ in crore)

Sr. No.	Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
		Audited	Audited
A	**Cash flow from operating activities**		
	Profit/(Loss) before exceptional items and tax	(84.33)	(204.67)
	Adjustment for:		
	Interest expenses	291.69	238.63
	Interest on lease liability	1.30	1.66
	Impairment of financial instruments (net)	11.55	12.51
	Depreciation and amortisation of expenses	2.53	2.71
	Net (Gain)/Loss on fair value changes	98.97	150.84
	(Gain)/Loss on mutual fund	#	(1.11)
	(Gain)/Loss on lease modification	(0.03)	(0.43)
	Net (Gain) on sale of Property, Plant and Equipment	#	-
	Amortisation of deferred employee compensation (ESOP)	1.91	2.12
	Interest income on fixed deposits	(0.42)	(1.42)
	Operating profit/(loss) before working capital changes	**323.16**	**200.84**
	Adjustment for:		
	(Increase)/Decrease in trade receivables	97.04	(97.70)
	(Increase)/Decrease in loans	(26.99)	55.48
	(Increase)/Decrease in other financial assets	(10.44)	(4.54)
	(Increase)/Decrease in other non financial assets	0.93	0.36
	(Increase)/Decrease in other bank balances	1.74	0.73
	Increase/(Decrease) in trade payable	(5.91)	1.50
	Increase/(Decrease) in provisions	(0.64)	(0.12)
	Increase/(Decrease) in other financial liability	60.90	(24.14)
	Increase/(Decrease) in other non financial liabilities	(4.23)	(5.84)
	Cash generated from/ (used in) operations	435.56	126.57
	Income tax paid (net)	**(80.35)**	(4.01)
	Net cash generated from/ (used in) operating activities	**355.21**	**122.56**
B	**Cash flow from investing activities**		
	Purchase of investment in security receipts	(603.58)	(881.86)
	Redemption of security receipts	866.04	190.23
	Purchase of Property, Plant and Equipment and Intangibles	(0.51)	(0.13)
	Payments for purchase of investment in equity instruments (right issue)	-	(13.11)
	Proceed from sale of investment in equity instruments	13.13	0.34
	Payments for purchase of investment in mutual funds	(4.00)	(161.70)
	Redemption of mutual funds	4.00	162.81
	Sale of Property, Plant and Equipments	0.01	-
	Interest Income	0.42	1.42
	Net cash generated from/(used in) investment activities	**275.51**	**(702.00)**
C	**Cash flow from financing activities**		
	Proceeds from debt securities	129.11	1,390.12
	Repayment of debt securities	(178.50)	(474.00)
	Proceed from issue of optionally convertible debenture	200.00	-
	Repayment of debt component of Compulsory Convertible Debenture	-	(20.17)
	Interet paid on debt securities and other borrowing	(294.89)	(191.36)
	Repayment of lease liability	(3.28)	(3.49)
	Proceeds from borrowing	975.00	1,109.40
	Repayment of borrowing	(1,434.71)	(1,244.18)
	Net cash generated from/(used in) financing activities	**(607.27)**	**566.32**
	Net increase/(decrease) in cash and cash equivalents	23.45	(13.12)
	Cash and cash equivalents at the beginning of the financial year/period	39.20	52.32
	Cash and cash equivalents at the end of the financial year/period	**62.65**	**39.20**

Reconcilation of cash and cash equivalents as per the cash flow statement

Cash and cash equivalents as per above comprise of the following

	For the year ended March 31, 2024	For the year ended March 31, 2023
Cash and cash equivalents	**84.75**	**39.20**
Bank overdrafts repayable on demand and used for cash management purposes	(22.10)	-
Cash and cash equivalents in the statement of cash flows	**62.65**	**39.20**

# Denotes amount less than ₹50,000/-

Sharp & Tannan Associates ICAI Regn. No. 109983W Chartered Accountants

JM Financial Asset Reconstruction Company Limited Mumbai

JM FINANCIAL

JM FINANCIAL ASSET RECONSTRUCTION COMPANY LIMITED

Annexure I - Additional Information as required under Regulation 52 and Regulation 54 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

Sr. No.	Particulars	Quarter ended			Year ended	
		31.03.2024 Audited	31.12.2023 Unaudited	31.03.2023 Audited	31.03.2024 Audited	31.03.2023 Audited
1	Debt Equity Ratio (Nos. of times):	4.76	1.85	2.03	4.76	2.03
2	Debt service coverage ratio*	NA	NA	NA	NA	NA
3	Interest service coverage ratio*	NA	NA	NA	NA	NA
4	Outstanding redeemable preference shares (quantity and value)	-	-	-	-	-
5	Debenture Redemption Reserve (₹ in crore) : Pursuant to the Companies (Share Capital and Debentures) Amendment Rules, 2019 dated August 16, 2019, the Company being a Non-Banking Financial Company registered as an Asset Reconstruction Company is exempted from the requirement of creating Debenture Redemption Reserve in respect of Secured Redeemable Non-Convertible Debentures issued under private placement.	-	-	-	-	-
6	Net Worth (₹ in crore) (Total Equity) :	592.34	1,568.71	1,533.09	592.34	1,533.09
7	Net profit/(loss) after tax (₹ in crore)	(976.84)	0.81	(179.76)	(942.44)	(154.93)
8	Earnings per share (Not annualised for the Interim periods)					
	Basic (in ₹)	(24.52)	0.02	(4.51)	(23.66)	(3.89)
	Diluted (in ₹)	(24.52)	0.02	(4.51)	(23.66)	(3.89)
9	Current Ratio (Nos. of times)*	NA	NA	NA	NA	NA
10	Long term debt to working capital*	NA	NA	NA	NA	NA
11	Bad debts to Account receivable ratio*	NA	NA	NA	NA	NA
12	Current liability ratio*	NA	NA	NA	NA	NA
13	Total debts to total assets	79.91%	63.22%	66.18%	79.91%	66.18%
14	Debtors turnover*	NA	NA	NA	NA	NA
15	Inventory turnover*	NA	NA	NA	NA	NA
16	Operating Margin (%)*	NA	NA	NA	NA	NA
17	Net profit margin (%)	(984%)	1%	(193%)	(263%)	(66%)
18	Sector specific equivalent ratio					
	Capital adequacy ratio (%)	2.91%	26.51%	24.67%	2.91%	24.67%
19	Material deviations, if any, in the use of the proceeds from the issue of Non-Convertible Debt Securities (NCDs)- None					
20	Security Cover for NCDs issued by the Company is 1.07 times as on March 31, 2024.					
21	The Company at all times maintains 100% or such higher security cover as per the terms of respective disclosure document/debenture trust deed. The NCDs issued by the Company are secured by way of hypothecation and/or pledge of identified security receipts and/or priority loans.					

* not applicable considering the nature of Company's business.

S. Tandan Associates ICAI Regn. No. 109983W Chartered Accountants

JM Financial Asset Reconstruction Company Ltd. Mumbai

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SHARP & TANNAN ASSOCIATES
chartered accountants

Independent Auditor's Report on Consolidated Financial Results of JM FINANCIAL ASSET RECONSTRUCTION COMPANY LIMITED under Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 for the year ended March 31, 2024

To,
The Board of Directors
JM FINANCIAL ASSET RECONSTRUCTION COMPANY LIMITED
(CIN: U67190MH2007PLC174287)
7th, Floor, Cnergy, Appasaheb Marathe Marg,
Prabhadevi, Mumbai – 400025

Opinion

We have audited the accompanying Statement of Consolidated Financial Results of **JM Financial Asset Reconstruction Company Limited** (hereinafter referred to as "the Parent Company") and its subsidiaries constituted as Trusts (the Parent Company and its subsidiaries constituted as trusts together referred to as the "Group"), ("the Statement"), being submitted by the Parent Company pursuant to the requirement of Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us, the Statement:

A. includes the results of the Trusts formed for distressed credit business as listed in **Annexure A** to this report;

B. is presented in accordance with the requirements of Regulation 52 of the Listing Regulations; and

C. gives a true and fair view in conformity with the recognition and measurement principles laid down in the applicable Indian Accounting Standards and other accounting principles generally accepted in India, of net loss and Other Comprehensive Income and other financial information of the Group for the year ended March 31, 2024.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing ("SAs") specified under section 143(10) of the Companies Act, 2013 ("the Act"). Our responsibilities under those Standards are further described in the *'Auditor's Responsibilities for the Audit of the Statement'* section of our report.

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We are independent of the Group, in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ("ICAI") together with the ethical requirements that are relevant to our audit of the Statement under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence obtained by us, is sufficient and appropriate to provide a basis for our opinion.

Material Uncertainty Related to Going Concern

With reference to Note 4(a) which indicates that the group has incurred significant losses for the current financial year, an exceptional impairment loss provision made on March 31, 2024, in multiple trusts & loans related to one large investment in security receipts/financial assets due to the change in the resolution strategy & events subsequent to the balance sheet date, which led to a reduction in the fair values of these assets, resulting in the Group's net worth decreasing from Rs. 1535.77 crore as on March 31, 2023, to Rs. 595.48 crore as on March 31, 2024. The reduction in net worth has resulted in a decrease in regulatory capital and regulatory ratios that indicate that material uncertainty related to going concern may exist.

However, the Company is raising funds through an equity infusion of Rs 525 crore or such higher amounts from its Holding Company/Existing shareholders/group entities/new investors, approved in its Board Meeting on May 16, 2024, subject to regulatory and other approvals. The regulatory capital and regulatory ratios will improve post the equity infusion which is explained in the note and the Company is confident it can meet obligations with equity infusion and asset realization. The Standalone Financial Statements are prepared on a going-concern basis, as detailed in the note.

Our opinion is not modified with respect to this above matter

Emphasis of Matters:

We draw your attention to Note 4(b) to these standalone financial statements, which describes the exceptional item considered by management for significant impairment provisions of Rs. 846.86 Crore on fair valuation of investments in multiple trusts and loans related to one large account/exposure in the current financial year due to a change in resolution strategy/plan and events subsequent to the balance sheet date resulting in the reduction of fair values of the specific assets.

Our opinion is not modified with respect to this emphasis of matter

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Management's Responsibilities for the Statement

This Statement, which is the responsibility of the Parent Company's management and approved by the Board of Directors of Parent Company, has been prepared on the basis of annual consolidated financial statements.

The Parent Company's management and the Board of Directors are responsible for the preparation and presentation of the Statement that give a true and fair view of the Consolidated Total Comprehensive Income (comprising of net loss and other comprehensive income) and Other Financial Information of the Group in accordance with the recognition and measurement principles laid down in the Indian Accounting Standards prescribed under Section 133 of the Act read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 52 of the Listing Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Group 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; and the 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 Statement that gives a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the Statement, the Board of Directors are responsible for assessing the ability of the Group to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the subsidiaries included in the group, or to cease operations, or has no realistic alternative but to do so.

The Board of Directors are also responsible for overseeing the financial reporting process of the Group.

Auditor's Responsibilities for the Audit of the Statement

Our objectives are to obtain reasonable assurance about whether the Statement as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are

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considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this Statement.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

A. Identify and assess the risks of material misstatement of the Statement, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

B. Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion through a separate report on the complete set of consolidated financial statements on whether the Group has adequate internal financial controls with reference to consolidated financial statements in place and the operating effectiveness of such controls.

C. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.

D. Conclude on the appropriateness of the Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of the Group to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Statement or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group to cease to continue as a going concern.

E. Evaluate the overall presentation, structure and content of the Statement, including the disclosures, and whether the Statement represents the underlying transactions and events in a manner that achieves fair presentation.

F. Obtain sufficient appropriate audit evidence regarding the financial results/financial information of the entities within the Group to express an opinion on the Statement.

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Materiality is the magnitude of misstatements in the Statement that, individually or in the aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the Statement may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the Statement.

We communicate with those charged with governance of the Parent Company and such other entities included in the Statement of which we are the independent auditors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Other Matters

The Statement includes the results for the quarter that ended 31 March 2024 being the balancing figure between the audited figures in respect of the full financial year and the published unaudited year to date figures up to nine months ended 31 December 2023 of the current financial year which were subjected to limited review by us.

The Statement also includes the results for the comparative quarter ended March 31, 2023, being the balancing figures between the audited figures in respect of the full financial year 2022-23 and unaudited figures up to the third quarter ended December 31, 2022.

Our opinion is not modified with respect of these other matters.

Sharp & Tannan Associates
Chartered Accountants
Firm's Registration no. 109983W
by the hand of

Sharp & Tannan Associates ★ Chartered Accountants ★ ICAI Regn. No. 109983W

Parthiv S Desai
Partner
Membership no.(F) 042624
UDIN: 24042624BKFRSI5700

Mumbai, May 16, 2024

Annexure A: List of Trusts

Assurance | Consulting | GRC | Tax
Ahmedabad | Bengaluru | Chennai | Coimbatore | Delhi | Goa | Hyderabad | Mumbai | Pune | Vadodara

JMFARC -Pasupati- SASF- Trust	JMFARC - Fabrics June 2019 II - Trust
JMFARC-UCO Bank March 2011-Trust	JMFARC - Fabrics December 2019 I - Trust
JMFARC-Corp Apparel 2013-Trust	JMFARC - Fabrics September 2020 - Trust
JMFARC-Central India 2013-Trust	JMFARC - Fabrics November 2020 - Trust
JMFARC- Dena Bank March 2014 Trust	JMFARC – BOB 2008 – Trust
JMFARC- Gelatine March 2014 Trust	JMFARC-SME Retail 2011-Trust
JMFARC- ICICI Bank July 2014 Trust	JMFARC-Federal Bank March 2013-Trust
JMFARC- Axis Bank Cement March 2015-Trust	JMFARC-Corp I 2013-Trust
JMFARC-ICICI Bank Cement June 2015-Trust	JMFARC-Corp II 2013-Trust
JMFARC-United Bank Cement September 2015-Trust	JMFARC - Allahabad Bank June 2017 Trust
JMFARC -Axis Bank February 2016-Trust	JMFARC - Allahabad Bank Textile June 2017 Trust
JMFARC -OBC Cement March 2016-Trust	JMFARC - Federal Bank June 2017 – Trust
JMFARC – Axis Iris II March 2016 Trust	JMFARC-Retail June 2011-Trust
JMFARC SBI Geometric October 2016 Trust	JMFARC- Retail Aug 2011 Trust
JMFARC - IRIS Cash 2016 – Trust	Deccan 2021 Trust
JMFARC - Tata Capital December 2016 - Trust	Deccan June 2022 Trust
JMFARC - IDBI March 2017 – Trust	Textile 2022 – Trust
JMFARC - IRIS IIFL May 2017 – Trust	Deccan January 2023 Trust
JMFARC - IRIS Cash July 2017 – Trust	Deccan September 2023 Trust
JMFARC - Woods October 2017 Trust	JMFARC- Metallics November 2018- Trust
JMFARC IRIS Cash March 2018 Trust	JMFARC – KTK Metallics December 2018 – Trust
JMFARC - Fabrics June 2018 – Trust	JMFARC – Metallics December 2018 – Trust
JMFARC- Metallics July 2018- Trust	JMFARC- Metallics February 2018- Trust
JMFARC – Fabrics August 2018 I – Trust	Real Estate May 2023 Trust
JMFARC - Fabrics September 2018 I - Trust	JMFARC - March 2018 – Trust
JMFARC - Fabrics September 2018 II - Trust	JMFARC-IOB II March 2011-Trust
JMFARC - PNB IRIS II September 2018 – Trust	JMFARC -ICICI Geometric-Trust
JMFARC - Fabrics March 2019 I – Trust	JMFARC - Coated February 2021 - Trust
JMFARC - Fabrics June 2019 II - Trust	JMFARC - Retail June 2022#

Trust is a subsidiary up to July 31, 2023

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JM FINANCIAL

JM FINANCIAL ASSET RECONSTRUCTION COMPANY LIMITED
STATEMENT OF CONSOLIDATED PROFIT AND LOSS FOR THE YEAR ENDED MARCH 31, 2024

(₹ in crore)

Sr. No.	Particulars	Year Ended	
		31.03.2024 Audited	31.03.2023 Audited
(I)	**Revenue from operations**		
(i)	Interest Income	92.61	66.04
(ii)	Fees and Incentives	250.24	150.51
		342.85	**216.55**
(II)	Other Income	1.06	2.34
(III)	**Total Income (I+II)**	**343.91**	**218.89**
(IV)	**Expenses**		
(i)	Finance Costs	301.87	247.84
(ii)	Net loss on fair value changes	50.11	103.70
(iii)	Impairment on financial instruments (net)	11.48	12.43
(iv)	Employee benefits expense	21.62	20.37
(v)	Depreciation and amortisation expense	2.53	2.71
(vi)	Others expenses	44.04	25.46
	Total Expenses	**431.65**	**412.51**
(V)	**Profit/(Loss) before exceptional items and tax (III-IV)**	**(87.74)**	**(193.62)**
(VI)	**Exceptional items (refer note 4(a))**	**(846.86)**	-
(VII)	**Profit/(Loss) before tax (V+VI)**	**(934.60)**	**(193.62)**
(VIII)	**Tax Expense:**		
	Current tax	40.95	-
	Deferred tax	(30.54)	(46.96)
	Total tax expenses	**10.41**	**(46.96)**
(IX)	**Profit/(Loss) after tax (VII-VIII)**	**(945.01)**	**(146.66)**
(X)	**Other Comprehensive Income**		
	Items that will not be reclassified to profit or loss		
	- Actuarial gain/(losses) on post retirement benefit plans	(0.30)	(0.20)
	- Less : Income tax on the above	(0.08)	(0.05)
	Other Comprehensive Income	**(0.22)**	**(0.15)**
(XI)	**Total Comprehensive Income (IX+X)**	**(945.23)**	**(146.81)**
(XII)	**Net Profit/(Loss) attributed to:**		
	Owners of the Parent Company	(941.98)	(154.47)
	Non - Controlling Interests	(3.03)	7.81
(XIII)	**Other Comprehensive Income attributed to:**		
	Owners of the Parent Company	(0.22)	(0.15)
	Non - Controlling Interests	-	-
(XIV)	**Total Comprehensive Income attributed to:**		
	Owners of the Parent Company	**(942.20)**	**(154.62)**
	Non - Controlling Interests	**(3.03)**	**7.81**
(XV)	**Paid up equity share capital (Face value ₹ 10 per share)**	398.33	398.33
(XVI)	**Other Equity**	197.15	1,137.44
(XVII)	**Net Profit Margin (%) (Profit/(Loss) for the year / Total income)**	(275%)	(67%)
(XVIII)	**Earnings per equity share**		
	Basic EPS (in ₹)	(23.65)	(3.88)
	Diluted EPS (in ₹)	(23.65)	(3.88)

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JM Financial Asset Reconstruction Company Ltd. Mumbai

JM FINANCIAL

JM FINANCIAL ASSET RECONSTRUCTION COMPANY LIMITED
STATEMENT OF CONSOLIDATED PROFIT AND LOSS FOR THE YEAR ENDED MARCH 31, 2024

Notes:

1 The above results have been reviewed and recommended for Board approval by the Audit Committee and approved by the Board of Directors at the meeting held on May 16, 2024.

2 The above financial results have been prepared in accordance with the recognition and measurement principles of Indian Accounting Standards prescribed under section 133 of the Companies Act, 2013 (as amended) read with Rule 3 of the Companies (Indian Accounting Standard) Rules, 2015 (as amended) read with the SEBI Circular No.CIR/IMD/DF1/69/2016 dated 10th August, 2016 and Circular No.SEBI/LAD-NRO/GN/2021/47 dated 7th September, 2021. Information as required by Regulation 52 and Regulation 54 of the SEBI (Listing Obligations And Disclosure Requirements) Regulations, 2015 is as per Annexure "I" attached

3 The group operates in a segment of distressed credit business and all other activities are incidental to its main business activities as per requirement of Ind AS- 108 on Operating Segment. The reportable business segment is in line with the segment wise information which is being presented to the Chief Operating Decision Maker.All activities are carried out within India. As such there are no separate reportable segments as per Indian Accounting Standard 108 (Ind AS) on "Operating Segments.

4 a) During the financial year 2023-24, the Group has recognised impairment loss/expected credit loss aggregating ₹ 846.86 crore (excluding tax) on fair valuation of investments in multiple trusts and loans related to one large account/exposure due to a change in resolution strategy/plan and events subsequent to the balance sheet date. The recognition of such impairment loss/ expected credit loss has happened in the normal course of asset reconstruction business of the Group. However, considering other impacts of the same on the financial statements and its materiality, the same has been treated as an Exceptional Item in the Statement of Profit and Loss Account.

b) Pursuant to the above, there is decrease in the Group's net worth as on March 31, 2024. However, the Group is in the process of raising funds of ₹ 525 crore or such higher amounts through equity infusion from its Holding Company/Existing shareholders/Group entities/New investors and the same has been approved by the Board at its meeting held on May 16, 2024 subject to the necessary regulatory and other approvals as may be necessary. The Group is confident about meeting its obligations considering the above equity infusion and realisation from its existing assets. Considering the above, there would be no impact on Going concern principle on the Group in the foreseeable future and the Group would continue to operate its business in the normal course.The impact of these developments if any shall be assessed and given effect in the respective future periods.Summary of the impact on regulatory ratios is given as under:

	Pre Impact of exceptional item	Post Impact of exceptional item (Pre equity infusion)	Post Equity Infusion
Net worth (₹ in crore)	1,442.34	595.48	1,120.48
Debt Equity Ratio (Nos. of times)*	2.02	4.89	2.13

* debt equity ratio of post equity infusion after considering utilisation of proceed of said equity infusion for repayment of debts

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

For JM Financial Asset Reconstruction Company Limited

JM Financial Asset Reconstruction Company Ltd. Mumbai

Place : Mumbai
Date : May 16, 2024

Adi Patel
Director
(DIN - 02307863)

Sharp & Tannan Associates Chartered Accountants Regd. No. 109983W

JM FINANCIAL

JM FINANCIAL ASSET RECONSTRUCTION COMPANY LIMITED
CONSOLIDATED BALANCE SHEET AS AT MARCH 31, 2024

(₹ in crore)

Sr. No.	Particulars	As at March 31, 2024 Audited	As at March 31, 2023 Audited
	ASSETS		
(1)	**Financial Assets**		
(a)	Cash and cash equivalents	93.66	70.95
(b)	Bank Balance other than (a) above	0.99	2.73
(c)	Trade Receivables	197.78	272.39
(d)	Loans	499.12	543.28
(e)	Investments	1,250.57	1,263.37
(f)	Other Financial assets	1,532.71	2,756.28
		3,574.83	**4,909.00**
(2)	**Non-financial Assets**		
(a)	Current tax assets (net)	83.75	44.35
(b)	Deferred tax assets (net)	121.14	88.91
(c)	Property, Plant and Equipment	11.33	13.52
(d)	Other Intangible assets	0.15	0.03
(e)	Other non-financial assets	1.33	2.26
		217.70	**149.07**
	TOTAL ASSETS	**3,792.53**	**5,058.07**
	LIABILITIES AND EQUITY		
	LIABILITIES		
(1)	**Financial Liabilities**		
(a)	Trade Payables		
	(i) total outstanding dues of micro and small enterprises	0.14	0.23
	(ii) total outstanding dues of creditors other than micro enterprises and small enterprises	4.70	2.55
(b)	Debt Securities	1,897.90	1,709.80
(c)	Borrowings (Other than Debt Securities)	1,015.27	1,493.55
(d)	Lease liabilities	14.02	16.08
(e)	Other financial liabilities	69.19	28.01
	Total Financial Liabilities	**3,001.22**	**3,250.22**
(2)	**Non-Financial Liabilities**		
(a)	Provisions	1.75	2.09
(b)	Other non-financial liabilities	20.74	24.81
	Total Non-Financial Liabilities	**22.49**	**26.90**
(3)	**EQUITY**		
(a)	Equity Share capital	398.33	398.33
(b)	Other Equity	197.15	1,137.44
	Equity attributable to owners of the Holding Company	595.48	1,535.77
(c)	Non Controlling Interests	173.34	245.18
	Total Equity	**768.82**	**1,780.95**
	TOTAL LIABILITIES AND EQUITY	**3,792.53**	**5,058.07**

Sharp & Tannan Associates ★ Chartered Accountants ★ ICAI Regn. No. 109983W

JM Financial Asset Reconstruction Company Ltd. ★ Mumbai

JM FINANCIAL

JM FINANCIAL ASSET RECONSTRUCTION COMPANY LIMITED

Annexure I - Additional Information as required under Regulation 52 and Regulation 54 of the SEBI (Listing Obligation and Disclosure Requirements) Regulation, 2015 as amended

Sr. No.	Particulars	31.03.2024 Audited	31.03.2023 Audited
1	Debt Equity Ratio (Nos. of times):	4.89	2.09
2	Debt service coverage ratio*	NA	NA
3	Interest service coverage ratio*	NA	NA
4	Outstanding redeemable preference shares (quantity and value)	-	-
5	Debenture Redemption Reserve (₹ in crore) : Pursuant to the Companies (Share Capital and Debentures) Amendment Rules, 2019 dated August 16, 2019, the Company being a Non-Banking Financial Company registered as an Asset Reconstruction Company is exempted from the requirement of creating Debenture Redemption Reserve in respect of Secured Redeemable Non-Convertible Debentures issued under private placement.	-	-
6	Net Worth (₹ in crore) (Total Equity) :	595.48	1,535.77
7	Net profit/(loss) after tax (₹ in crore)	(945.01)	(146.66)
8	Earnings per share		
	Basic (in ₹)	(23.65)	(3.88)
	Diluted (in ₹)	(23.65)	(3.88)
9	Current Ratio (Nos. of times)*	NA	NA
10	Long term debt to working capital*	NA	NA
11	Bad debts to Account receivable ratio*	NA	NA
12	Current liability ratio*	NA	NA
13	Total debts to total assets	76.81%	63.33%
14	Debtors turnover*	NA	NA
15	Inventory turnover*	NA	NA
16	Operating Margin (%)*	NA	NA
17	Net profit margin (%)	(275%)	(67%)
18	Sector specific equivalent ratio		
	Capital adequacy ratio (%)	2.91%	24.67%
19	Material deviations, if any, in the use of the proceeds from the issue of Non-Convertible Debt Securities (NCDs)- None		
20	Security Cover for NCDs issued by the Company is 1.07 times as on March 31, 2024.		
21	The Company at all times maintains 100% or such higher security cover as per the terms of respective disclosure document/debenture trust deed. The NCDs issued by the Company are secured by way of hypothecation and/or pledge of identified security receipts and/or priority loans.		

* not applicable considering the nature of Company's business.

Sharp & Tannan Associates Chartered Accountants ICAI Regn. No. 109983W

JM Financial Asset Reconstruction Company Ltd. Mumbai

JM FINANCIAL

JM FINANCIAL ASSET RECONSTRUCTION COMPANY LIMITED
CONSOLIDATED STATEMENT OF CASH FLOW FOR THE YEAR ENDED MARCH 31, 2024

(₹ in crore)

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
	Audited	Audited
A Cash flow from operating activities		
Profit/(Loss) before exceptional items and tax	(87.74)	(193.62)
Adjustment for		
Interest expenses	300.57	246.18
Interest on lease liability	1.30	1.66
Impairment of financial instruments (net)	11.48	12.43
Depreciation and amortisation of expenses	2.53	2.71
Net (Gain)/Loss on fair value changes	50.11	104.81
(Gain)/Loss on mutual fund	#	(1.11)
(Gain)/Loss on lease modification	(0.03)	(0.43)
Net (gain) on sale of Property, Plant and Equipment	#	-
Amortisation of deferred employee compensation (ESOP)	1.91	2.12
Interest income on fixed deposits	(0.90)	(1.76)
Operating profit/(loss) before working capital changes	**279.22**	**172.99**
Change in operating assets and liabilities		
(Increase)/Decrease in financial assets of trusts	842.31	103.20
(Increase)/Decrease in trade receivables	68.95	(80.51)
(Increase)/Decrease in long term loans and advances	(26.99)	55.48
(Increase)/Decrease in other financial assets	(8.59)	(1.71)
(Increase)/Decrease in non financial assets	0.93	0.36
(Increase)/Decrease in other bank balances	1.74	0.73
Increase/(Decrease) in trade payables	(5.91)	1.50
Increase/(Decrease) in financial liabilities	36.73	(11.10)
Increase/(Decrease) in non financial liabilities	(4.40)	(5.38)
Increase/(Decrease) in provisions	(0.64)	(0.12)
Cash generated from/(used in) operations	1,183.35	235.44
Income tax paid (net)	(80.35)	(4.01)
Net cash generated from/ (used in) operating activities	**1,103.00**	**231.43**
B Cash flow from investing activities		
Payments for purchase of investment in Security Receipts	(260.56)	(434.03)
Redemption of Security Receipts	184.49	91.98
Payment for acquisition of subsidiary trusts, net of cash acquired	(343.02)	(447.78)
Effect of change in controlling interest	(13.26)	7.39
Payments for purchase of investment in equity instruments (Right Issue)	-	(13.11)
Proceed from sale of investment in equity instruments	13.13	0.34
Payments for purchase of investment in mutual funds	(4.00)	(161.70)
Redemption of mutual funds	4.00	162.81
Payments for purchase of Property, Plant and Equipment and Intangibles	(0.51)	(0.13)
Sale of Property, Plant and Equipment	0.01	-
Interest Income	0.90	1.76
Net cash generated from/(used in) investment activities	**(418.82)**	**(792.47)**
C Cash flow from financing activities		
Proceeds from debt securities	129.11	1,390.12
Repayment of debt securities	(178.50)	(474.00)
Proceeds from borrowing	975.00	1,126.40
Repayment of borrowing	(1,434.71)	(1,244.18)
Proceed from issue of Optionally Convertible Debentures	200.00	-
Repayment of debt component of Compulsory Convertible Debenture	-	(20.17)
Interest paid on debt securities and other borrowings	(294.89)	(192.12)
Repayment of lease liabilities	(3.28)	(3.49)
Redemption of security receipts (Non controlling interest)	(76.30)	(7.35)
Net cash generated from/(used in) financing activities	**(683.57)**	**575.21**
Net increase/(decrease) in cash and cash equivalents	0.61	14.17
Cash and cash equivalents at the beginning of the financial year/period	70.95	56.78
Cash and cash equivalents at the end of the financial year/period	**71.56**	**70.95**

Reconciliation of cash and cash equivalents as per the cash flow statement

Cash and cash equivalents as per above comprise of the following

	For the year ended March 31, 2024	For the year ended March 31, 2023
Cash and cash equivalents	**93.66**	**70.95**
Bank overdrafts repayable on demand and used for cash management purposes	(22.10)	-
Cash and cash equivalents in the statement of cash flows	**71.56**	**70.95**

# Denotes amount less than ₹50,000/-