ICRA

February 12, 2024

JM Financial Services Limited: Ratings reaffirmed and rated amount enhanced

Summary of rating action

Instrument*	Previous Rated Amount (Rs. crore)	Current Rated Amount (Rs. crore)	Rating Action
Non-convertible debentures	250.0	250.0	[ICRA]AA (Stable); reaffirmed
Market linked debentures – Principal protected programme	100.0	100.0	PP-MLD[ICRA]AA (Stable); reaffirmed
Long-term fund-based/non-fund based bank lines	1,500.0	2,000.0	[ICRA]AA (Stable); reaffirmed and assigned for enhanced amount
Commercial paper programme	2,000.0	2,500.0	[ICRA]A1+; reaffirmed and assigned for enhanced amount
Total	**3,850.0**	**4,850.0**	

**Instrument details are provided in Annexure I*

Rationale

While arriving at the ratings, ICRA has considered the consolidated financials of JM Financial Limited (JMFL). It has taken a consolidated view of the credit profiles of JMFL and its subsidiaries which are engaged in merchant banking, mortgage lending (retail and wholesale), bespoke finance, financial institution financing, capital market financing, institutional and retail broking, financial product distribution, wealth and asset management, due to the common promoters and senior management team, shared brand name, and financial and operational linkages. ICRA has also factored in the support it extends to its subsidiaries and associates engaged in distressed asset management and other businesses. ICRA expects financial, managerial and operational support from the JM Financial Group to continue to be available to all key Group companies.

The ratings continue to be supported by the Group's established track record and franchise in the domestic financial services industry, its diversified revenue stream, track record of adequate profitability, and comfortable capitalisation with a consolidated gearing of 1.5 times as of September 30, 2023 (peak gearing of 2.5 times as on March 31, 2018, though on a lower net worth base). The Group has five decades of experience in investment banking and capital market related services. In the last decade, it has also established a presence in the lending and asset reconstruction businesses while expanding its product mix in capital market and allied services.

However, the Group's investment bank segment[1] remains the key contributor to the consolidated profit, supported by fund-based services such as bespoke lending in addition to fee-based income streams. The tightening liquidity in the non-banking financial company (NBFC) space, post the September 2018 crisis followed by the Covid-19 pandemic-induced stress, resulted in a muted growth/decline in the Group's lending business during FY2019-FY2021, though it registered an uptick in subsequent periods.

These strengths are partially offset by the exposure to the volatility in capital markets, portfolio concentration given the focus on wholesale lending, and the inherent risk profile of the key businesses [real estate focussed wholesale loan book accounted for ~70% of the consolidated net worth (including non-controlling interest (NCI), NCI of security receipt holders and net of goodwill) as on September 30, 2023, while investment in security receipts and the associated loan book accounted formed ~42% of the consolidated net worth]. With a sizeable portion of the extended date of commencement of commercial operations (DCCO)[2] ending in H2 FY2023, the Group reported a deterioration in the headline asset quality indicators.

[1] ICRA notes that the Group's bespoke (corporate and promotor) lending product is classified under the investment bank segment

[2] Deferment of DCCO and consequential shift in repayment schedule

The ratings also factor in the risks arising from the nature of the asset reconstruction business, which accounts for 15% of consolidated net worth, wherein recoveries and, consequently, the earnings and cash flows remain volatile. Further, the high portfolio concentration towards large-ticket exposures can result in a protracted resolution process along with erosion in the value of the underlying assets in the asset reconstruction company (ARC) business.

While reaffirming/assigning the ratings, ICRA takes note of the challenges in resource mobilisation stemming from the risk-averse sentiment of investors towards non-banks, particularly wholesale-oriented entities. Nonetheless, ICRA has taken note of the uptick in fund-raising by JMFL in the recent past in an attempt to diversify its resource profile in terms of investors and instruments.

The Stable outlook reflects ICRA's expectations that the Group will continue to draw on the established franchise, diversified presence, and comfortable capitalisation, which should continue to support a healthy revenue profile and ensure adequate profitability. Further, the measured growth approach, as demonstrated in the past, augurs well for the leverage trajectory and capital cushions, which partially mitigates the risks arising from high concentration and the inherent credit risk in the wholesale lending segment.

Key rating drivers and their description

Credit strengths

Group's established track record and franchise with diversified presence in financial services industry – The JM Financial Group is a diversified financial services player with an established track record and franchise with a presence in merchant banking, mortgage lending (retail and wholesale), bespoke finance, financial institution financing, capital market financing, distressed credit, institutional and retail broking, financial product distribution, asset management and wealth management. It is one of the leading players in capital markets, investment banking and related businesses with a presence of five decades.

The Group was traditionally involved in the securities business and gradually forayed into the non-capital market lending business in 2008 to diversify its portfolio. It commenced the lending business with wholesale financing (bespoke and mortgage-backed wholesale lending), leveraging its experience in investment banking, and subsequently added retail lending (mortgage-backed retail lending) and lending to financial institutions to its portfolio. The cautious growth approach adopted amid the challenging operating environment during FY2019-FY2021 resulted in a decline in the consolidated loan book during this period. Nevertheless, the consolidated loan book grew 20% year-on-year (YoY) in FY2023 and remained largely flat in H1 FY2024. It stood at Rs. 15,808 crore as on September 30, 2023, comprising wholesale mortgage-backed lending (50%), bespoke lending (17%), retail mortgage (15%), financial institution financing (12%) and capital market lending (6%).

JMFL increased its stake in the ARC business to more than 50% in FY2017. As of September 30, 2023, the assets under management (AUM) in this business stood at Rs. 15,114 crore. On a consolidated basis, the Group's revenue stream remains adequately diversified with the investment bank, mortgage lending, alternative and distressed credit, and asset management, wealth management and securities businesses (Platform AWS) and others contributing 39%, 32%, 11%, 18% and sub-1%, respectively, in H1 FY2024. Fees and advisory income from businesses like securities broking, investment banking, wealth management and asset management help support the earnings profile.

Comfortable capitalisation – The Group's capitalisation remains comfortable with a consolidated net worth (including NCI, NCI of security receipt holders and net of goodwill on consolidation) of Rs. 11,348 crore and a capital-to-risk weighted assets ratio (CRAR)[3] of 36.5% as on September 30, 2023. The consolidated gearing was lower at 1.5 times as on September 30, 2023 vis-à-vis the peak gearing of 2.5 times as of March 2018. The current capitalisation level and the pace of internal capital generation remain comfortable for scaling up the operations, provided the Group controls incremental slippages, especially in

[3] *Consolidated CRAR of the NBFCs and the housing finance company (HFC) in the Group*

the wholesale lending segment. ICRA notes that the Group's leverage has remained low compared to peers, though incremental growth is expected to be largely debt funded. Consequently, the gearing is expected to increase in the medium term, but is likely to be lower than the peak seen in the past.

Track record of adequate profitability, notwithstanding moderation in the recent past – The JM Financial Group has a track record of adequate profitability as reflected by the 7-year average return on assets[4] (RoA) of 3.5% and return on equity[5] (RoE) of 10.2% {i.e. after the Group acquired a controlling stake in JM Financial Asset Reconstruction Company Limited (JMFARCL)}. After reporting its best financial performance in FY2022, the Group reported a moderation in FY2023 and H1 FY2024 on account of muted investor sentiment in the capital markets, sizeable impairments on security receipts wherein recoveries were delayed, and the manifestation of the underlining stress in accounts for which DCCO extension was granted. Further, the Group has been investing in retail mortgage and the platform AWS businesses, which has impacted its near-term profitability. The RoA was 2.5% in FY2023 compared to 3.9% in FY2022. The annualised RoA and RoE were 2.5% and 6.9%, respectively, in H1 FY2024.

Credit challenges

High concentration and inherent credit risk in wholesale lending segment – The Group's loan portfolio largely comprises the wholesale mortgage-backed segment and bespoke finance. It has also disbursed selective large-ticket loans for its financial institution lending product. Real estate financing, bespoke and financial institution loans accounted for ~80% of the loan book as of September 30, 2023. As a result, the loan book concentration in the lending business remains high, with the top 10 accounts comprising ~29% of the loan book and ~40% of the consolidated net worth as of September 30, 2023. Slippages in such large accounts can result in a lumpy deterioration in the asset quality.

While the majority of the prevailing real estate loan book was originated after the pandemic, the pandemic-impacted loan book is an area of stress and is largely reflected as a part of the gross non-performing advances (GNPAs) and security receipts (held in the Group's NBFCs). With the DCCO extension ending in H2 FY2023, the Group reported an increase in stressed assets. The GNPAs increased to 4.8% as of September 30, 2023 from 4.0% as of June 30, 2023 and 3.4% as of March 31, 2023. The SMA-2 stood at 0.5% as of September 30, 2023. The net NPA was 2.3% as of September 30, 2023. ICRA also notes that the Group's NBFCs held security receipts aggregating Rs. 508 crore (fair value), as on September 30, 2023, against the assets sold to the ARCs. Moreover, operations in the financial institution lending segment scaled up significantly in the last 12-15 months. Thus, while the current level of stress in the loan book represents the peak possible deterioration as per the management, the Group's ability to curtail incremental delinquencies and achieve timely and successful resolution of the stressed assets will remain a key driver for maintaining the comfortable capitalisation profile and adequate profitability.

Exposed to inherent volatility in capital market related businesses along with risks related to distressed assets business – A sizeable portion of the Group's overall revenue remains dependent on capital markets, which are inherently volatile in nature. Besides, it remains exposed to credit and market risks on account of the bespoke, capital market lending and the Securities and Exchange Board of India (SEBI) margin trade funding (MTF) book, given the nature of the underlying assets. The growing popularity of discount brokerage houses has increased competition in the retail broking segment. Competition in this cyclical industry is expected to remain high, though increasing financialisation of savings and lower exposure of household savings towards the equity segment indicate untapped potential for rapid expansion in the AWS segment over the long term.

The Group, through JMFARCL, is one of the prominent players in the ARC business, with distressed credit AUM of Rs. 15,114 crore as on September 30, 2023. Previously, JMFARCL primarily focussed on the large single borrower corporate segment, which is riskier than the retail segment on account of the larger ticket size, higher complexity involved in the transactions and the resolution process. This, along with the inherent risks in the industry, given the nature of the underlying asset class, can

[4] *All ratios as per ICRA's calculations; RoA based on gross assets*

[5] *All ratios as per ICRA's calculations*

result in a protracted process and uncertain cash flows. A prolonged delay in the resolution process can also lead to erosion in the underlying value of the assets. Accordingly, the Group booked sizeable impairments in Q4 FY2023 in relation to security receipts, wherein recoveries were delayed, and the ARC reported a net loss. The asset reconstruction industry's prospects also remain susceptible to regulatory changes. The developments related to the securitisation of stressed assets and the commencement of National Asset Reconstruction Company Limited, and their impact on the private players in the industry will also remain monitorable. Nevertheless, the increase in the share of small and medium enterprise (SME) and retail assets in the ARC's AUM in the immediate past alleviates the aforesaid risks to some extent.

Fund-raising challenges for wholesale-oriented non-bank financiers – Given the risk averse sentiment of investors towards non-banks, particularly wholesale-oriented entities, resource mobilisation for companies operating in this segment remains challenging, especially between FY2018 and FY2021. Nonetheless, ICRA has taken note of the uptick in fund-raising by JMFL in the recent past in an attempt to diversify its resource profile in terms of investors and instruments. The Group raised Rs. 6,435 crore (of which 22% was long-term funds) in H1 FY2024 compared to Rs. 9,637 crore (of which 56% was long-term funds) in FY2023, Rs. 8,029 crore in FY2022 and Rs. 7,245 crore in FY2021. As on September 30, 2023, the company's borrowing profile comprised NCDs (50%; including private placement to mutual funds, insurance, trusts, corporates, banks and public issuance to retail investors), term loans (27%; from banks and non-banks), commercial paper (CP; 17%), short-term bank loans (2%) and others (4%). ICRA also notes the Group's attempt to diversify its investor base to banks, mutual funds, insurance companies, corporates and trusts.

ICRA notes the change in the Group's debt maturity profile following the onset of the liquidity crisis for NBFCs. The share of short-term borrowings in the total borrowings dipped to 9% as of March 2020 from 27% as of March 2019 and 34% as of March 2018. However, ICRA notes the increased reliance on short-term borrowings with 23% of the total borrowing outstanding as of September 2023 being short term in nature. The current short-term liabilities, in the form of CP and short-term loans, are largely matched by assets with similar maturity such as capital market and trading assets.

Environmental and social risks

Given the service-oriented business of JMFL, its direct exposure to environmental risks/physical climate risks is not material. Further, the Group's operations remain diversified. While lending institutions can be exposed to environmental risks indirectly through their portfolio of assets, JMFL's exposure to environmentally sensitive segments remains low. Hence, indirect transition risks arising from changes in regulations or policies concerning the underlying assets are not material.

With regard to social risks, data security and customer privacy are among the key sources of vulnerability for lending and investment banking institutions as material lapses could be detrimental to their reputation and could invite regulatory censure. JMFL has not faced such lapses over the years and its disclosures outline the key policies, processes, and investments made by it to mitigate the occurrence of such instances. JMFL also promotes financial inclusion by lending to the affordable housing segments.

Liquidity position: Adequate

As of September 30, 2023, the Group had unencumbered on-balance sheet liquidity of Rs. 1,631 crore (~10% of the consolidated borrowing) and unutilised bank lines of Rs. 148 crore compared to debt obligations (principal and interest) of Rs. 2,714 crore due in the next three months. The liquidity is also supported by the expected inflow from operations of Rs. 3,782 crore in the next three months. Besides, the Group's investment and trading book of Rs. 1,558 crore as of September 30, 2023, comprising listed equity shares, bonds, fixed coupon notes, Government securities, Treasury bills and state development loans, can be liquidated to generate liquidity in case of contingency.

Rating sensitivities

Positive factors – A substantial and sustained improvement in the business performance characterised by well-diversified growth in the lending portfolio with an increase in the granularity of the asset base and robust growth in fee-based income, while maintaining strong profitability, will be credit positives.

Negative factors – A deterioration in the consolidated asset quality with the reported GNPA exceeding 5% (for the Group's NBFCs and housing finance company; HFC) on a sustained basis or an increase in the vulnerability of the wholesale loan book/asset reconstruction business will be a credit negative. Sustained pressure on the profitability, a reduction in fee-based income and/or significant weakening of the capitalisation would also be credit negatives.

Analytical approach

Analytical Approach	Comments
Applicable rating methodologies	Rating Methodology for Non-banking Finance Companies Rating Methodology for Broking Companies Rating Approach: Consolidation
Parent/Group support	Not applicable; while arriving at the ratings, ICRA has considered the consolidated financials of JMFL. It has taken a consolidated view of the credit profiles of JMFL and its subsidiaries, which are engaged in merchant banking, mortgage lending (retail and wholesale), bespoke finance, institutional and retail broking, asset management and wealth management, due to the close linkages between the entities, common promoters and senior management team, shared brand name, and strong financial and operational synergies. ICRA has also factored the support it extends to its subsidiaries and associates engaged in distressed asset management and other businesses.
Consolidation/Standalone	ICRA has considered the consolidated financials of JMFL. As on March 31, 2023, JMFL had nine subsidiaries, six step-down subsidiaries, one partnership firm (with two of JMFL's subsidiaries as partners), one AOP (with two of JMFL's subsidiaries as members) and an associate company. Details of these companies are provided in Annexure II.

About the company

JM Financial Services Limited (JMFSL), a 100% subsidiary of JMFL, provides retail broking, securities-based lending i.e. margin trade funding (MTF; approved by the Securities and Exchange Board of India, SEBI); investment advisory, wealth management and distribution services to retail and elite investors. Previously, JMFSL provided equity broking services to institutional clients through its wholly-owned subsidiary – JM Financial Institutional Securities Limited (JMFISL). However, with effect from April 1, 2023, JMFISL was demerged from JMFSL and became a direct subsidiary of JMFL. Further, in the backdrop of the SEBI advisory refraining broking companies from having subsidiaries engaged in lending activities, JMFCL (the entity managing the Group's capital market related lending business) was merged with JMFSL[6].

As on September 30, 2023, JMFSL had an active client base of 82,407 (total client base was 2.5 lakh) in its retail broking segment. It reported a net profit of Rs. 25 crore in H1 FY2024 on total operating income of Rs. 286 crore. On a standalone basis and as per restated financials, it reported a profit of Rs. 38 crore in FY2023 on total operating income of Rs. 435 crore.

[6] *JMFCL's loan book was largely repaid before the merger or was refinanced via JMFPL*

Key financial indicators (audited)

JMFSL	FY2022	FY2023*	H1 FY2024*^
Net operating income (NOI)	382	357	199
Profit after tax (PAT)	122	38	25
Net worth	531	567	506
Total assets	2,146	3,783	4,819
Gearing (times)	0.9	1.7	4.0
Return on net worth	24.9%	6.9%	9.2%

*Source: Company and ICRA research; Amount in Rs. crore; Ratios as per ICRA's calculations; *Reinstated based on the restructuring; ^Limited review*

JM Financial Group

JM Financial Limited (JMFL) is the holding company of the operating entities in the JM Financial Group, which is an integrated and diversified financial services group. While JMFL is engaged in investment banking, portfolio management, wealth management and the management of private equity fund(s) at the standalone level, the consolidated operations encompass (a) investment bank, which includes investment banking, institutional equities and research, private equity business, fixed income, syndication and corporate/promoter finance, capital market related lending, wealth management services for high-net-worth individual (HNI)/ultra HNI clients, and portfolio management services, (b) mortgage lending, which includes wholesale as well as retail mortgage lending (affordable housing loans), (c) alternative and distressed credit, which includes the asset reconstruction business, and (d) Platform AWS (asset management, retail wealth management and retail securities business), which includes mutual funds, wealth management for retail and elite clients, investment advisory, distribution business and equity broking.

As on September 30, 2023, the consolidated loan book stood at Rs. 15,808 crore (Rs. 15,653 crore as on March 31, 2023), distressed credit business AUM at Rs. 15,114 crore (Rs. 13,558 crore as on March 31, 2023), private wealth management AUM at Rs. 60,287 crore (Rs. 56,515 crore as on March 31, 2023) and mutual fund quarterly average AUM (QAAUM) at Rs.3,845 crore (Rs. 2,969 crore as on March 31, 2023). The Group is headquartered in Mumbai and has a presence in ~814 locations spread across ~222 cities in India. JMFL's equity shares are listed in India on the Bombay Stock Exchange (BSE) and the National Stock Exchange (NSE).

In FY2023, JMFL reported a consolidated net profit (including share of non-controlling interest) of Rs. 709 crore (Rs. 992 crore in FY2022) on total income of Rs. 3,343 crore (Rs. 3,763 crore in FY2022). It reported a consolidated net profit (including share of non-controlling interest) of Rs. 383 crore in H1 FY2024 on total income of Rs. 2,295 crore compared to a net profit of Rs. 436 crore on total income of Rs. 1,683 crore in H1 FY2023.

Key financial indicators (audited)

JMFL – Consolidated	FY2022	FY2023	H1 FY2024^
Total income	3,763	3,343	2,295
Profit after tax	992	709	383
Profit after tax (adjusted for minority interest)	773	597	361
Net total assets**	25,762	29,318	31,419
Return on net worth	9.8%	6.5%	6.9%
Return on net worth (adjusted for minority interest)	10.6%	7.6%	8.8%
Gross gearing (times)[!]	1.2	1.4	1.5
Gross NPA	4.3%	3.4%	4.8%
CRAR[@]	39.4%	38.5%	36.5%

*Source: JMFL, ICRA Research; All ratios as per ICRA's calculations; Amount in Rs. crore; ^Limited review; **Excluding goodwill; [!] Excludes borrowing for initial public offering (IPO) financing segment and includes accrued interest; [@]For JMFCSL, JMFCL, JMFPL and JMFHL*

Status of non-cooperation with previous CRA: Not applicable

Any other information

Certain entities in the Group also face prepayment risk, given the possibility of debt acceleration upon the breach of covenants, including financial covenants, operating covenants and rating-linked covenants. Upon failure to meet the covenants, if the company is unable to get waivers from the lenders/investors or the lenders/investors do not provide it with adequate time to arrange for alternative funding to pay off the accelerated loans, the ratings would face pressure.

Rating history for past three years

	Instrument	Type	Amount Rated (Rs. crore)	Amount Outstanding as on Jan 15, 2024 (Rs. crore)	Current Rating (FY2024)		Chronology of Rating History for the Past 3 Years					
					Current Rating		Date & Rating in FY2023			Date & Rating in FY2022		Date & Rating in FY2021
					Feb 12, 2024	Oct 20, 2023	Jan 19, 2023	Oct 20, 2022	Jun 10, 2022	Jan 31, 2022	Jul 8, 2021	Feb 26, 2021 Aug 20, 2020 Jul 10, 2020
1	NCD programme	Long term	250.0	80.0	[ICRA]AA (Stable)	[ICRA]AA (Stable)	[ICRA]AA (Stable)	-	-	-	-	-
2	Long-term fund-based/non-fund based bank lines	Long term	2,000.0	1,300.0	[ICRA]AA (Stable)	[ICRA]AA (Stable)	[ICRA]AA (Stable)	[ICRA]AA (Stable)	[ICRA]AA (Stable)	[ICRA]AA (Stable)	[ICRA]AA (Stable)	[ICRA]AA (Stable)
3	CP programme	Short term	2,500.0	1,693.0	[ICRA]A1+	[ICRA]A1+	[ICRA]A1+	[ICRA]A1+	[ICRA]A1+	[ICRA]A1+	[ICRA]A1+	[ICRA]A1+
4	PP-MLD programme	Long term	100.0	0.0	PP-MLD[ICRA]AA (Stable)	PP-MLD[ICRA]AA (Stable)	PP-MLD[ICRA]AA (Stable)	PP-MLD[ICRA]AA (Stable)	PP-MLD[ICRA]AA (Stable)	PP-MLD[ICRA]AA (Stable)	PP-MLD[ICRA]AA (Stable)	PP-MLD[ICRA]AA (Stable)

Complexity level of the rated instruments

Instrument	Complexity Indicator
NCD programme	Simple*
Long-term fund-based/non-fund based bank lines	Simple
PP-MLD programme	Complex^
Commercial paper	Very Simple**

** For the utilised portion of Rs. 80.0 crore and subject to change based on the terms of issuance for the balance amount*

^Subject to change based on terms of issuance

***For the utilised portion of Rs. 1,693.0 crore and subject to change based on the terms of issuance for the balance amount*

The Complexity Indicator refers to the ease with which the returns associated with the rated instrument could be estimated. It does not indicate the risk related to the timely payments on the instrument, which is rather indicated by the instrument's credit rating. It also does not indicate the complexity associated with analysing an entity's financial, business, industry risks or complexity related to the structural, transactional or legal aspects. Details on the complexity levels of the instruments are available on ICRA's website: Click Here

Annexure I: Instrument details

ISIN	Instrument Name	Date of Issuance / Sanction	Coupon Rate	Maturity Date	Amount Rated (Rs. crore)	Current Rating and Outlook
NA	**Long-term fund-based/Non-fund based bank lines**	-	-	-	2,000.0	[ICRA]AA (Stable)
INE012I07041	**NCD programme**	Sep 11, 2023	9.10%	Mar 11, 2026	49.0	[ICRA]AA (Stable)
INE012I07058	**NCD programme**	Nov 20, 2023	8.75%	Nov 25, 2025	31.0	[ICRA]AA (Stable)
NA	**NCD programme***	-	-	-	170.0	[ICRA]AA (Stable)
NA	**PP-MLD programme***	-	-	-	100.0	PP-MLD[ICRA]AA (Stable)
INE012I14OL1	**CP programme**	Mar 27, 2023	8.85%	Mar 26, 2024	25.0	[ICRA]A1+
INE012I14OT4	**CP programme**	Jun 13, 2023	8.75%	Jun 12, 2024	50.0	[ICRA]A1+
INE012I14OS6	**CP programme**	Jun 13, 2023	8.40%	Apr 11, 2024	15.0	[ICRA]A1+
INE012I14OU2	**CP programme**	Jun 16, 2023	8.55%	Feb 28, 2024	25.0	[ICRA]A1+
INE012I14PA1	**CP programme**	Jul 27, 2023	8.25%	Jan 24, 2024	25.0	[ICRA]A1+
INE012I14PE3	**CP programme**	Aug 30, 2023	8.65%	Mar 05, 2024	100.0	[ICRA]A1+
INE012I14PH6	**CP programme**	Sep 14, 2023	8.65%	Feb 16, 2024	75.0	[ICRA]A1+
INE012I14PI4	**CP programme**	Sep 15, 2023	8.65%	Jan 30, 2024	100.0	[ICRA]A1+
INE012I14PH6	**CP programme**	Sep 15, 2023	8.65%	Feb 16, 2024	25.0	[ICRA]A1+
INE012I14PK0	**CP programme**	Oct 17, 2023	8.50%	Jan 16, 2024	175.0	[ICRA]A1+
INE012I14PL8	**CP programme**	Oct 23, 2023	8.75%	Apr 22, 2024	50.0	[ICRA]A1+
INE012I14PM6	**CP programme**	Oct 30, 2023	8.75%	Apr 29, 2024	60.0	[ICRA]A1+
INE012I14PI4	**CP programme**	Oct 31, 2023	8.60%	Jan 30, 2024	50.0	[ICRA]A1+
INE012I14PO2	**CP programme**	Nov 02, 2023	8.75%	May 02, 2024	20.0	[ICRA]A1+
INE012I14PN4	**CP programme**	Nov 03, 2023	8.60%	Feb 02, 2024	50.0	[ICRA]A1+
INE012I14PP9	**CP programme**	Nov 06, 2023	8.54%	Feb 05, 2024	150.0	[ICRA]A1+
INE012I14PQ7	**CP programme**	Nov 21, 2023	8.75%	May 17, 2024	25.0	[ICRA]A1+
INE012I14PU9	**CP programme**	Nov 23, 2023	9.20%	Nov 22, 2024	200.0	[ICRA]A1+
INE012I14PS3	**CP programme**	Nov 24, 2023	8.75%	May 15, 2024	50.0	[ICRA]A1+
INE012I14PT1	**CP programme**	Nov 24, 2023	8.75%	May 22, 2024	50.0	[ICRA]A1+
INE012I14PR5	**CP programme**	Nov 24, 2023	8.75%	May 13, 2024	40.0	[ICRA]A1+
INE012I14PE3	**CP programme**	Dec 01, 2023	8.40%	Mar 05, 2024	25.0	[ICRA]A1+
INE012I14PV7	**CP programme**	Dec 07, 2023	8.64%	Mar 07, 2024	175.0	[ICRA]A1+
INE012I14PW5	**CP programme**	Dec 07, 2023	8.64%	Mar 13, 2024	25.0	[ICRA]A1+
INE012I14PW5	**CP programme**	Dec 11, 2023	8.64%	Mar 13, 2024	25.0	[ICRA]A1+
INE012I14PX3	**CP programme**	Dec 21, 2023	8.64%	Mar 18, 2024	8.0	[ICRA]A1+
INE012I14PY1	**CP programme**	Jan 08, 2024	8.70%	Apr 08, 2024	75.0	[ICRA]A1+
NA	**CP programme***	NA	NA	7-365 days	807.0	[ICRA]A1+

*Source: Company; *Proposed; As of January 15, 2023*

[Please click here to view details of lender-wise facilities rated by ICRA]

Annexure II: List of entities considered for consolidated analysis

Company Name	Ownership as on March 31, 2023	Consolidation Approach
JM Financial Limited	Holding Company	ICRA has taken a consolidated view of the parent, its subsidiaries and an associate
JM Financial Asset Management Limited	59.54%	
JM Financial Products Limited	99.71%	
JM Financial Capital Limited*	100%	
JM Financial Services Limited*	100%	
JM Financial Credit Solutions Limited	46.68%	
JM Financial Asset Reconstruction Company Limited	58.28%	
JM Financial Home Loans Limited	94.04%	

Company Name	Ownership as on March 31, 2023	Consolidation Approach
JM Financial Institutional Securities Limited	100%	
JM Financial Trustee Company Private Limited	25%	
JM Financial Overseas Holding Private Limited	100%	
JM Financial Securities Inc.	100%	
JM Financial Singapore Pte Ltd	100%	
JM Financial Commtrade Limited	100%	
JM Financial Properties and Holdings Limited	100%	
Astute Investments	100%	
ARB Maestro	100%	
CR Retail Malls (India) Limited	100%	
Infinite India Investment Management Limited	100%	

Source: Company

Note: ICRA has taken a consolidated view of the parent (JMFL), its subsidiaries and an associate while assigning the ratings

** Pursuant to the National Company Law Tribunal (NCLT) order JM Financial Capital Limited was merged with JM Financial Services Limited with effect from April 1, 2023*

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About ICRA Limited:

ICRA Limited was set up in 1991 by leading financial/investment institutions, commercial banks and financial services companies as an independent and professional investment Information and Credit Rating Agency.

Today, ICRA and its subsidiaries together form the ICRA Group of Companies (Group ICRA). ICRA is a Public Limited Company, with its shares listed on the Bombay Stock Exchange and the National Stock Exchange. The international Credit Rating Agency Moody's Investors Service is ICRA's largest shareholder.

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