

October 23, 2021

BSE Limited
Department of Corporate Services
1st Floor, New Trading Ring
Rotunda Building, P J Towers
Dalal Street, Fort,
Mumbai 400001

National Stock Exchange of India Limited
Exchange Plaza
Plot No.C-1, G Block
Bandra-Kurla Complex
Bandra (East)
Mumbai – 400 051

Security Code: **523405**

Symbol: **JMFINANCIL**

Dear Sirs,

Sub:- Disclosure regarding change in statutory auditors of a material subsidiary of the Company

Pursuant to regulation 30 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with SEBI Circular no. CIR/CFD/CMD1/114/2019 dated October 18, 2019, we enclose copy of the disclosure made by JM Financial Services Limited, a material subsidiary of the Company to the stock exchanges intimating change in its statutory auditors.

We request you to kindly take the above on record.

Thank you.

Yours truly,
For **JM Financial Limited**



Prashant Choksi
Group Head – Compliance, Legal
& Company Secretary

Encl.: as above.

October 23, 2021

BSE Limited

Department of Corporate Services

Phiroze Jeejeebhoy Towers

Dalal Street

Mumbai – 400 001

Dear Sirs,

Sub: Intimation of change in the statutory auditors

Pursuant to Regulation 51(2) read with Part B of Schedule III of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we, JM Financial Services Limited, wish to inform that the Board of Directors of the Company, at its meeting held on October 22, 2021, has inter alia:

- i. Noted the letter dated October 22, 2021 received from Khimji Kunverji & Co LLP, Chartered Accountants, (Firm Registration No. W100621/105146W), tendering their resignation as the statutory auditors of the Company with effect from the conclusion of the aforesaid board meeting held today; and
- ii. Recommended for approval of the members, the appointment of BSR & Co LLP, Chartered Accountants, (Firm Registration No. 101248W/W-100022), as the statutory auditors of the Company with effect from the date of passing of the resolution by the members at the extraordinary general meeting.

The above change in the statutory auditors is necessitated by the regulatory changes made by the Reserve Bank of India vide its guidelines dated April 27, 2021. These guidelines require that the statutory auditors of NBFCs/HFCs/ARCs can have maximum of only eight companies in aggregate and only for a period of three (3) years post which the statutory auditors are required to be changed. In view of the above, the Company was compelled to change its existing statutory auditors.

Thank you.

Yours faithfully,

For JM Financial Services Limited



Dimple Mehta

Company Secretary

Date: October 22, 2021

To:

The Board of Directors
JM Financial Services Limited
7th Floor, Cnergy, Appasaheb Marathe Marg,
Prabhadevi, Mumbai – 400025.

Subject: Resignation as Statutory Auditors of the Company

Dear Sirs,

We, Khimji Kunverji & Co LLP were appointed as statutory auditors of **JM Financial Services Limited ("the Company")** in the Annual general Meeting held on June 14, 2017 for continuous period of five years until the conclusion of Annual General Meeting of the Company to be held in year 2022.

As per the request made to us by the Management of the Company vide letter dated October 21, 2021, we hereby tender our resignation as Statutory auditors of the Company with immediate effect.

We thank the Company's management and the Board of Directors for the co-operation extended during our tenure as statutory auditors.

For and on behalf of
Khimji Kunverji & Co LLP
Chartered Accountants



Hasmukh B. Dedhia
Partner (M. No. 033494)
Place: Mumbai
Date: October 22, 2021



Annexure A to SEBI Circular No. CIR/CFD/CMD1/114/2019 dated October 18, 2019

Format of information to be obtained from the statutory auditor upon resignation

1. Name of the listed entity/ material subsidiary: JM Financial Services Limited
2. Details of the statutory auditor:

a. Name: Khimji Kunverji & Co LLP

b. Address: Sunshine Tower, Level 19, Senapati Bapat Marg, Elphinstone Road, Mumbai - 400013

c. Phone number: 022-61437333

d. Email: info@kkcllp.in

3. Details of association with the listed entity/ material subsidiary:

a. Date on which the statutory auditor was appointed: Appointed for a period of five years from conclusion of Nineteenth Annual General Meeting held on June 14, 2017 - till the conclusion of Twenty Fourth AGM.

b. Date on which the term of the statutory auditor was scheduled to expire: On conclusion of Twenty Fourth AGM (after completion of the statutory audit for the financial year ending 31 March 2022)

c. Prior to resignation, the latest audit report/limited review report submitted by the auditor and date of its submission.

Audit Report for financial year ended March 31, 2021 issued on April 29, 2021

Limited Review Report for quarter and half year ended September 30, 2021 issued on October 22, 2021

4. Detailed reasons for resignation:

The Company, in light of guidelines issued by Reserve Bank of India dated April 27, 2021 in relation to the change in statutory auditors of RBI regulated entities, has evaluated all the possible options including the need of sufficient coverage of audit (more than 60 to 70%) by the new auditors in the Holding Company viz., JM Financial Limited along with its various subsidiaries and therefore a need arises to change majority of the statutory auditors within the group including in the companies which are not RBI regulated entities.

Thus, at the request of the company vide its letter dated October 21, 2021, we tendered our resignation on October 22, 2021 as Statutory auditors of the Company.

5. In case of any concerns, efforts made by the auditor prior to resignation (including approaching the Audit Committee/Board of Directors along with the date of communication made to the Audit Committee/Board of Directors) – Not Applicable

6. In case the information requested by the auditor was not provided, then following shall be disclosed: - *Not Applicable*



- a. Whether the inability to obtain sufficient appropriate audit evidence was due to a management-imposed limitation or circumstances beyond the control of the management.
- b. Whether the lack of information would have significant impact on the financial statements/results.
- c. Whether the auditor has performed alternative procedures to obtain appropriate evidence for the purposes of audit/limited review as laid down in SA 705 (Revised).
- d. Whether the lack of information was prevalent in the previous reported financial statements/results. If yes, on what basis the previous audit/limited review reports were issued.

7. Any other facts relevant to the resignation: *Not Applicable*

Declaration

1. ~~If~~ We hereby confirm that the information given in this letter and its attachments is correct and complete.
2. ~~If~~ We hereby confirm that there is no other material reason other than those provided above for ~~my resignation~~ resignation of my firm.

For **Khimji Kunverji & Co LLP**
Chartered Accountants
105146W/W100621



HASMUKH DEDHIA

Partner

Membership No. 033494



Date: October 22, 2021

Place: Mumbai