

October 24, 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 Asset Reconstruction Company 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 24, 2021

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Department of Corporate Services
1st Floor, New Trading Ring
Rotunda Building, P J Towers
Dalal Street, Fort
Mumbai – 400 001

National Stock Exchange of India Limited,
Exchange Plaza
Plot No.C-1, G Block
Bandra Kurla Complex, Bandra (East)
Mumbai- 400051

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 wish to inform you that the Audit Committee and Board of Directors of the Company, at their respective meetings held on October 23, 2021, has inter alia:

- i. Noted the letter dated October 23, 2021 received from Deloitte Haskins & Sells LLP, Chartered Accountants, (Firm Registration No: 117366W/W-100018) tendering their resignation as the statutory auditors of the Company with effect from the conclusion of the aforesaid board meeting; and
- ii. Recommended for approval of the members, the appointment of M/s. Sharp & Tannan Associates, Chartered Accountants (Firm Registration No: 109983W), as the statutory auditors of the Company with effect from the date of passing of the ordinary resolution by the members at the extraordinary general meeting.

The above change in the statutory auditors is necessitated by the regulatory change made by the Reserve Bank of India vide its notification dated April 27, 2021.

We request you to kindly disseminate the above on your website.

Thank you.

Yours faithfully,
for **JM Financial Asset Reconstruction Company Limited**



Vineet Singh
Company Secretary

October 23, 2021

To,
The Board of Directors
JM Financial Asset Reconstruction Company Limited
7th Floor, Cnergy, Appasahab Marathe Marg,
Prabhadevi, Mumbai 400 025

Dear Sirs,

Re: Cessation as statutory auditors of JM Financial Asset Reconstruction Company Limited ("the Company") for the year ending March 31, 2022

We would like to bring to your attention the recent circular issued by Reserve Bank of India ("RBI"), Circular No. RBI/2021-22/25 Ref. No. DoS. CO.ARG/SEC.01/08.91.001/2021-22 dated April 27, 2021, which states that "Entities will have to appoint the Statutory Central Auditors (SCAs)/Statutory Auditors (SAs) for a continuous period of three years, subject to the firms satisfying the eligibility norms each year." As per the Circular, a statutory auditor cannot be reappointed as an auditor after completion of the said period of 3 years until completion of the prescribed cooling period.

As you are aware, at the Annual General Meeting for the year ended March 31, 2021 held on July 17, 2021, we have completed 3 years as statutory auditors of the Company. Hence in view of the aforesaid RBI circular, we can only continue to be Statutory Auditors for the half year ended September 30, 2021 and we would be ineligible to continue as statutory auditors of the Company thereafter.

We thank you for the cooperation and courtesies extended to us during our term as statutory auditors of the Company.

Kindly acknowledge the receipt of this letter.

For DELOITTE HASKINS & SELLS LLP

Chartered Accountants
ICAI Firm Registration Number: 117366W/ W-100018



Pallavi A. Gorakshakar
Partner
Membership No. 105035

Place: Mumbai

**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 Asset Reconstruction Company Limited**

2. Details of the statutory auditor:

a. Name: Deloitte Haskins & Sells LLP, ICAI Firm Registration Number- 117366W/ W-100018

b. Address: One International Center, Tower 3, 31st Floor, Elphinstone Compound, Senapati Bapat Marg, Elphinstone (W), Mumbai – 400 013 India.

c. Phone number: +91 22 61854000

d. Email: pgorakshakar@deloitte.com

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

a. Date on which the statutory auditor was appointed: Appointed at the 10th Annual General Meeting held on June 29, 2017 for five financial years beginning April 1, 2017 and ending on March 31, 2022

b. Date on which the term of the statutory auditor was scheduled to expire: On conclusion of the 15th Annual General Meeting (after completion of the statutory audit for the financial year ending March 31, 2022)

c. Prior to resignation, the latest audit report/limited review report submitted by the auditor and date of its submission. - Audit Report for the year ended March 31, 2021 issued on April 28, 2021, Limited Review Report for the Quarter and Half Year ended September 30, 2021 issued on October 23, 2021

4. Detailed reasons for resignation:

As per the recent circular issued by Reserve Bank of India ("RBI"), Circular No. RBI/2021-22/25 Ref. No. DoS. CO.ARG/SEC.01/08.91.001/2021-22 dated April 27, 2021, which states that "Entities will have to appoint the Statutory Central Auditors (SCAs)/Statutory Auditors (SAs) for a continuous period of three years, subject to the firms satisfying the eligibility norms each year." As per the Circular, a statutory auditor cannot be reappointed as an auditor after completion of the said period of 3 years until completion of the prescribed cooling period.

At the Annual General Meeting for the year ended March 31, 2021 held on July 17, 2021, we have completed 3 years as statutory auditors of the Company. Hence in view of the aforesaid RBI circular, we can only continue to be Statutory Auditors for the half year ended September 30, 2021 and we would be ineligible to continue as statutory auditors of the Company thereafter.

Deloitte Haskins & Sells LLP

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.* Not Applicable

b. *Whether the lack of information would have significant impact on the financial statements/results.* Not Applicable

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).* Not Applicable

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.* Not Applicable

7. Any other facts relevant to the resignation:

None

Declaration

1. ~~I~~ We hereby confirm that the information given in this letter and its attachments is correct and complete.

2. ~~I~~ We hereby confirm that there is no other material reason other than those provided above for ~~my resignation~~ resignation of my firm.

For **Deloitte Haskins & Sells LLP**

Chartered Accountants

(Firm's Registration No. 117366W/W-100018)



Pallavi A. Gorakshakar

Partner

Membership No. 105035

Date: October 23, 2021

Place: Mumbai