



May 28, 2019

BSE Limited
Phiroze Jeejeebhoy Towers
Dalal Street
Mumbai - 400 021

National Stock Exchange of India Ltd.
Exchange Plaza
Bandra -Kurla Complex, Bandra (E)
Mumbai - 400 051

Scrip Code : 500271

Name of Scrip : MFSL

Dear Sir/Madam,

Sub: Disclosure under Listing Regulations – Board meeting for financial results

Please refer to our letter dated May 17, 2019 on the above subject. In this regard, we would like to inform you that the Board of Directors of the Company at its meeting held today approved the following:

- Audited financial results of the Company for the quarter / year ended March 31, 2019;
- Audited financial statements of the Company for the financial year ended March 31, 2019 together with audited consolidated financial statements of the Company and its subsidiary for the said period; and
- Auditors' Report to the aforesaid financial results / statements.

The aforesaid financial results and Auditors' Reports are attached herewith.

We hereby confirm and declare that the Statutory Auditors of the Company have issued the aforesaid Audit Reports on the financial statements with unmodified opinion.

The Board meeting commenced at 5.15 pm and concluded at 6.35 pm.

You are requested to take the aforesaid on record.

Thanking you,

For Max Financial Services Limited

A handwritten signature in blue ink, appearing to read "Sandeep Pathak", is written over the printed name.

**Sandeep Pathak
Company Secretary & Compliance Officer**

Encl: As above.

MAX FINANCIAL SERVICES LIMITED

CIN: L24223PB1988PLC008031

Max House, 1, Dr. Jha Marg, Okhla, New Delhi - 110020 | P: + 91 11 42598000 | F: +91 11 26324126 | www.maxfinancialservices.com
Regd. Office: 419, Bhai Mohan Singh Nagar, Village Railmajra, Tehsil Balachaur, Dist. Nawanshahr, Punjab - 144 533, India

INDEPENDENT AUDITOR'S REPORT TO THE BOARD OF DIRECTORS OF MAX FINANCIAL SERVICES LIMITED

1. We have audited the Standalone Ind AS Financial Results of **Max Financial Services Limited** ("the Company"), for the year ended March 31, 2019 ("Standalone Annual Results") included in the Statement of Standalone Audited Ind AS Financial Results for the quarter and year ended March 31, 2019 ("the Standalone Statement"), being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016.
2. This Standalone Statement, which is the responsibility of the Company's Management and approved by the Board of Directors, has been compiled from the related standalone Ind AS financial statements which has been prepared in accordance with the Indian Accounting Standards prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder ('Ind AS') and other accounting principles generally accepted in India. Our responsibility is to express an opinion on the Standalone Annual Results, included in the Standalone Statement based on our audit of such standalone Ind AS financial statements.
3. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the Standalone Annual Results, included in the Standalone Statement is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the Standalone Annual Results, included in the Standalone Statement. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Standalone Annual Results, included in the Standalone Statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the Standalone Annual Results, included in the Standalone Statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Management, as well as evaluating the overall presentation of the Standalone Annual Results, included in the Standalone Statement.

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

4. In our opinion and to the best of our information and according to the explanations given to us:
 - (i) The Standalone Statement is presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016; and



- (ii) Standalone Annual Results, included in the Standalone Statement gives a true and fair view in conformity with the aforesaid Indian Accounting Standards and other accounting principles generally accepted in India of the net profit and Total comprehensive income and other financial information of the Company for the year ended March 31, 2019.
5. The Standalone Statement includes the results for the Quarter ended March 31, 2019 being the balancing figure between audited figures in respect of the full financial year ("Standalone Annual Results") and the published year to date figures up to the third quarter of the current financial year which were subject to limited review by us.

For **DELOITTE HASKINS & SELLS LLP**

Chartered Accountants

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



A handwritten signature in blue ink, appearing to read "Satpal Singh Arora".

SATPAL SINGH ARORA

Partner

(Membership No. 98564)

New Delhi, May 28, 2019

STATEMENT OF STANDALONE AUDITED IND AS FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED MARCH 31, 2019

(Rs. in Crores)					
Particulars	3 months ended 31.03.2019	3 months ended 31.12.2018	3 months ended 31.03.2018	Year ended 31.03.2019	Corresponding year ended 31.03.2018
	(Audited)	(Unaudited)	(Audited)	(Audited)	(Audited)
	See Note 8		See Note 8		
1. Revenue from operations					
(a) Interest income	-	-	-	0.01	0.13
(b) Dividend income	-	165.62	-	281.01	200.16
(c) Gain on fair value changes					
- on derivative financial instruments (See note 9)	-	-	3.32	-	33.35
- on investments in mutual funds	1.40	3.73	3.28	8.32	8.61
(d) Sale of services	8.57	7.01	5.25	27.29	21.24
2. Total revenue from operations	9.97	176.36	11.85	316.63	263.49
3. Other income	0.43	0.21	0.13	1.15	0.72
4. Total income (2+3)	10.40	176.57	11.98	317.78	264.21
5. Expenses					
(a) Finance costs (See note 7)	-	-	-	27.25	-
(b) Loss on fair value changes on derivative financial instruments (See note 9)	62.12	9.73	-	102.61	-
(c) Employee benefits expenses (See note 4)	40.44	12.34	7.23	76.40	53.74
(d) Depreciation and amortisation expenses	0.45	0.42	0.49	1.75	1.92
(e) Legal and professional expenses	11.48	11.24	13.73	43.51	46.31
(f) Other expenses	5.53	2.95	5.07	16.87	18.31
6. Total expenses	120.02	36.68	26.52	268.39	120.28
7. Profit / (loss) before tax (4-6)	(109.62)	139.89	(14.54)	49.39	143.93
8. Tax expense					
(a) Current tax	-	-	-	-	-
(b) Deferred tax	-	-	-	-	-
9. Total tax expense	-	-	-	-	-
10. Profit / (loss) after tax (7-9)	(109.62)	139.89	(14.54)	49.39	143.93
11. Other comprehensive income / (loss):					
Items that will not be reclassified to profit or loss:					
- Remeasurement of the defined benefit obligations	(0.35)	0.13	(0.06)	(0.30)	(0.23)
12. Total other comprehensive income / (loss)	(0.35)	0.13	(0.06)	(0.30)	(0.23)
13. Total comprehensive income / (loss) (10+12)	(109.97)	140.02	(14.60)	49.09	143.70
14. Paid-up equity share capital (Face value of Rs. 2)	53.88	53.80	53.68	53.88	53.68
15. Other equity				1,946.15	1,865.87
16. Earnings per share (EPS) (Rs.) (not annualised)					
(a) Basic EPS	(4.09)	5.21	(0.56)	1.83	5.36
(b) Diluted EPS	(4.09)	5.20	(0.56)	1.83	5.35
See accompanying notes to the standalone audited Ind AS financial results					

Date : May 28, 2019
Place : New Delhi



By Order of the Board

Mohit Talwar
Mohit Talwar
Managing Director
DIN : 02394694

Notes to the standalone audited Ind AS financial results:

1 STANDALONE STATEMENT OF ASSETS AND LIABILITIES AS AT MARCH 31, 2019

		(Rs. in Crores)	
	Particulars	As at 31.03.2019 (Audited)	As at 31.03.2018 (Audited)
A.	ASSETS		
1.	Financial assets		
(a)	Cash and cash equivalents	0.43	0.42
(b)	Bank balance other than (a) above	2.67	2.54
(c)	Derivative financial instruments (See note 9)	-	55.50
(d)	Receivables - Trade receivables	21.80	6.69
(e)	Loans	0.07	0.82
(f)	Investments	2,131.32	1,964.32
(g)	Other financial assets	1.14	1.20
	Total financial assets	2,157.43	2,031.49
2.	Non financial assets		
(a)	Current tax assets (Net)	6.06	6.05
(b)	Property, plant and equipment	30.36	31.22
(c)	Intangible assets	0.09	0.21
(d)	Other non-financial assets	1.64	1.93
	Total non-financial assets	38.15	39.41
	Total assets	2,195.58	2,070.90
B.	LIABILITIES AND EQUITY		
I	LIABILITIES		
1.	Financial liabilities		
(a)	Derivative financial instruments (See note 9)	160.13	118.77
(b)	Trade payables		
(i)	total outstanding dues of micro enterprises and small enterprises	-	-
(ii)	total outstanding dues of creditors other than micro enterprises and small enterprises	14.19	10.17
(c)	Other financial liabilities	12.13	11.87
	Total financial liabilities	186.45	140.81
2.	Non financial liabilities		
(a)	Provisions	2.87	4.86
(b)	Deferred tax liabilities (net)	-	-
(c)	Other non-financial liabilities	6.23	5.68
	Total non-financial liabilities	9.10	10.54
	Total liabilities	195.55	151.35
II	EQUITY		
(a)	Equity share capital	53.88	53.68
(b)	Other equity	1,946.15	1,865.87
	Total equity	2,000.03	1,919.55
	Total liabilities and equity	2,195.58	2,070.90



Notes to the standalone audited Ind AS financial results:

- 2 The standalone audited Ind AS financial results of the Company have been prepared in accordance with the Indian Accounting Standards ('Ind AS') notified under section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India. Beginning April 1, 2018 the Company has for the first time adopted Ind AS with a transition date of April 1, 2017. The above results have been prepared on the basis of format contained in Division III of Notification G.S.R. 1022(E) dated October 11, 2018, issued by the Ministry of Corporate Affairs, Government of India and accordingly, the corresponding comparative figures presented in these financial results have been regrouped/reclassified in order to conform to current period presentation.

- 3 Reconciliation of net profit/(loss) between Indian GAAP as previously reported and total comprehensive income as per Ind AS is as follows:

		(Rs. in Crores)	
S No.	Nature of adjustments	Year ended 31.03.2018	3 months ended 31.03.2018
	Net Profit / (loss) after tax as per erstwhile Indian GAAP (previous GAAP)	123.04	(12.96)
a)	Effect of fair value of investments in mutual funds	1.40	(3.27)
b)	Effect of measuring financial instruments at amortised cost	0.01	-
c)	Effect of recognising employee stock options and phantom stock options cost at fair value	(14.10)	(1.68)
d)	Effect of recognising actuarial (gain)/loss on employee defined benefit liability under other comprehensive income	0.23	0.06
e)	Effect of fair value of financial instrument carried at fair value through profit or loss (FVTPL) (See note 9)	33.35	3.31
	Net profit / (loss) after tax as per Ind AS (A)	143.93	(14.54)
	Other Comprehensive income/(loss) (B)	(0.23)	(0.06)
	Total Comprehensive income / (loss) as per Ind AS (A+B)	143.70	(14.60)

Reconciliation of equity between Indian GAAP as previously reported and as per Ind AS is as follows:

		(Rs. in Crores)	
S No.	Nature of adjustments	As at 31.03.2018	As at 01.04.2017
	Total equity (shareholders' funds) as reported under previous GAAP	1,981.43	1,828.29
a)	Effect of recognising employee stock options and phantom stock options cost at fair value	(0.03)	0.02
b)	Effect of fair value of investments in mutual funds	1.42	0.01
c)	Effect of fair value of financial instrument carried at fair value through profit or loss (FVTPL) (See note 9)	(63.28)	(96.63)
d)	Effect of measuring financial instruments at amortised cost	0.01	-
	Total adjustments to equity	(61.88)	(96.60)
	Equity as reported under Ind AS	1,919.55	1,731.69

- 4 Employee benefits expenses for the quarter and year ended March 31, 2019 includes severance pay aggregating to Rs. 25.75 crores paid to an employee.
- 5 The Company is a Non-Systemically Important Core Investment Company, and is primarily engaged in growing and nurturing business investments and providing management advisory services to group companies in India. Accordingly, the Company views these activities as one business segment, therefore there are no separate reportable segments as per Indian Accounting Standard-108 (Ind AS-108) on Operating Segment.
- 6 During the quarter ended March 31, 2019, the Company has allotted 408,308 equity shares of Rs. 2 each arising from exercise of Employee Stock Option Plans under the "Max Employee Stock Plan-2003".
- 7 During the quarter ended June 30, 2018, the Company had incurred finance cost aggregating to Rs. 27.25 crores towards underwriting fee and arranger's fee in respect of firm commitments made by certain lenders to enable the Company to provide its portion of shareholders' contribution for a potential acquisition opportunity pursued by its subsidiary company. However, subsequently the subsidiary company decided not to pursue the said acquisition opportunity and hence no fund raising was done by the Company. As the Company has not accessed any public funds, it continues to be a non Systemically Important Core Investment Company under the Non-Banking Finance Company (NBFC) rules as defined under the Reserve Bank of India Act, 1934.
- 8 Figures for the quarter ended March 31, 2019 and March 31, 2018 pertaining to the Company are the balancing figures between audited figures in respect of the full financial year and published year to date unaudited figures upto the third quarter of the year ended March 31, 2019 and March 31, 2018 for the Company respectively.
- 9 Gain/(loss) on fair value changes on derivative financial instruments represents gain/(loss) arising out of the Option arrangements relating to equity shares of Max Life Insurance Company Limited (MLIC), executed during the year ended March 31, 2016, amongst the Company, Axis Bank Limited and Mitsui Sumitomo Insurance Company Limited and accounted for Fair Value Through Profit or Loss account (FVTPL) in standalone Ind AS financial results of the Company as per Ind AS 109.
- During the year ended March 31, 2019, the Company acquired 0.30% equity shares of Max Life Insurance Company Limited (MLIC), subsidiary of the Company from Mitsui Sumitomo Insurance Company Limited and 0.74% equity shares of MLIC from Axis Bank Limited, thereby increasing its stake in MLIC from 70.75% to 71.79% as at March 31, 2019 on exercise on such options.
- Necessary adjustments are made against the option value in the books of account and balance is restated at the end of each period. Figure for the quarter ended 31 March, 2019 includes such adjustments recorded at year end, Rs. 50.16 crores relates to transaction settled upto December 31, 2018.
- 10 These standalone audited Ind AS financial results for the quarter and year ended March 31, 2019 have been reviewed by the Audit Committee and approved by the Board of Directors of the Company at its meeting held today. These results have been audited by the statutory auditors of the Company.



By Order of the Board

Mohit Talwar

Mohit Talwar
Managing Director
DIN : 02394694

STATEMENT OF AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED MARCH 31, 2019

Particulars	Standalone					(Rs. in Crores)		
	3 months ended		3 months ended		Year ended		Consolidated	
	31.03.2019	31.12.2018	31.03.2018	31.03.2019	31.03.2018	31.03.2019	31.03.2018	
	(Audited)	(Unaudited)	(Audited)	(Audited)	(Audited)	(Audited)	(Audited)	
Total income from operations (net)	10.40	176.57	11.98	317.78	264.21	19,501.23	16,338.71	
Net Profit/(loss) for the period (before Tax, Exceptional and/or Extraordinary items)	(108.90)	139.89	(14.54)	50.10	143.93	480.84	530.02	
Net Profit/(loss) for the period before tax (after Exceptional and/or Extraordinary items)	(108.90)	139.89	(14.54)	50.10	143.93	480.84	530.02	
Net Profit/(loss) for the period after tax (after Exceptional and/or Extraordinary items)	(108.90)	139.89	(14.54)	50.10	143.93	416.46	441.84	
Total comprehensive income for the period (Comprising Profit/(Loss) for the period (after tax) and Other Comprehensive Income (after tax))	(109.25)	140.02	(14.60)	49.80	143.70	417.77	424.02	
Paid-up equity share capital (Face Value Rs. 2 Per Share)	53.88	53.80	53.68	53.88	53.68	53.88	53.68	
Reserves excluding revaluation reserve as per balance sheet of previous accounting year	-	-	-	1,946.86	1,865.87	2,005.16	1,765.60	
Earnings per share (of Rs. 2 each) (not annualised)								
a) Basic (Rs.)	(4.07)	5.21	(0.56)	1.85	5.36	9.77	10.69	
b) Diluted (Rs.)	(4.07)	5.20	(0.56)	1.85	5.35	9.77	10.66	

Note:

The above is an extract of the detailed format of audited financial results for the quarter and year ended March 31, 2019 filed with the Stock Exchanges under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulation 2015. The full format of the quarter and year ended Audited Financial Results are available on the Stock Exchange website, www.nseindia.com and www.bseindia.com and on the Company's website www.maxfinancialservices.com.

Date : May 28, 2019
Place : New Delhi

By Order of the Board

Mohit Talwar
Managing Director
DIN : 02394694

INDEPENDENT AUDITORS' REPORT TO THE BOARD OF DIRECTORS OF MAX FINANCIAL SERVICES LIMITED

1. We have audited the Consolidated Ind AS Financial Results of **Max Financial Services Limited** ("the Parent") and its subsidiary (the Parent and its subsidiary together referred to as "the Group") for the year ended March 31, 2019 ("Consolidated Annual Results") included in Statement of Consolidated Ind AS Audited Financial Results for the year ended March 31, 2019 ("the Consolidated Statement"), being submitted by the Parent pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016.
2. This Consolidated Statement, which is the responsibility of the Parent's Management and approved by the Board of Directors, has been compiled from the related consolidated Ind AS financial statements which has been prepared in accordance with the Indian Accounting Standards prescribed under Section 133 of the Companies Act, 2013, read with relevant rules issued thereunder ("Ind AS") and other accounting principles generally accepted in India. Our responsibility is to express an opinion on the Consolidated Annual Results, included in the Consolidated Statement based on our audit of such consolidated Ind AS financial statements.
3. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the Consolidated Annual Results, included in the Consolidated Statement is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the Consolidated Annual Results, included in the Consolidated Statement. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Consolidated Annual Results, included in the Consolidated Statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Parent's preparation and fair presentation of the Consolidated Annual Results, included in the Consolidated Statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Parent's internal control. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Management, as well as evaluating the overall presentation of the Consolidated Annual Results, included in the Consolidated Statement.

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



4. In our opinion and to the best of our information and according to the explanations given to us:
- a. The Consolidated Annual Results, included in the Consolidated Statement includes the results of the Parent's subsidiary Max Life Insurance Company Limited.
 - b. The Consolidated Statement is presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016; and
 - c. The Consolidated Annual Results, included in the Consolidated Statement gives a true and fair view in conformity with the aforesaid Indian Accounting Standards and other accounting principles generally accepted in India of the net profit, Total comprehensive income and other financial information of the Group for the year ended March 31, 2019.
5. In respect of Max Life Insurance Company Limited ("MLIC"), a subsidiary company, determination of the following as at year ended March 31, 2019 is the responsibility of the subsidiary's Appointed Actuary.
- (i) The Actuarial valuation of liabilities for life policies in force and for policies in respect of which premium has been discontinued but liability exists as at March 31, 2019 in respect of the subsidiary. In the opinion of the Appointed Actuary, the assumptions for such valuation are in accordance with the guidelines and norms issued by the Insurance Regulatory and Development Authority of India (IRDAI) and the Institute of Actuaries of India in concurrence with the IRDAI. The charge of "Net Change in Insurance and Investment Contract Liabilities" includes charge for actuarial valuation of liabilities for life policies in force and charge for the policies in respect of which premium has been discontinued but liability exists as at March 31, 2019. These charges have been actuarially determined, based on the liabilities duly certified by the subsidiary's Appointed Actuary; and
 - (ii) Other adjustments for the purpose of preparation of the Statement, as confirmed by the Appointed Actuary of subsidiary are in accordance with Indian Accounting Standard 104 on Insurance Contracts:
 - a. Assessment of contractual liabilities based on classification of contracts into insurance contracts and investment contracts;
 - b. Valuation and Classification of Deferred Acquisition Cost and Deferred Origination Fees on Investment Contracts and Valuation of Embedded Derivatives;
 - c. Grossing up and classification of the Reinsurance Assets; and
 - d. Liability adequacy test as at the reporting dates.



The auditors of Max Life Insurance Company Limited ("MLIC"), subsidiary company have relied on the certificates of the Appointed Actuary in respect of above matters in forming their opinion on the financial information of the said subsidiary.

Our opinion is not modified in respect of these matters.

For **DELOITTE HASKINS & SELLS LLP**
Chartered Accountants
(Firm's Registration No. 117366W/W-100018)



SATPAL SINGH ARORA
Partner
(Membership No. 98564)

New Delhi, May 28, 2019

STATEMENT OF CONSOLIDATED AUDITED IND AS FINANCIAL RESULTS FOR THE YEAR ENDED MARCH 31, 2019

		(Rs. in Crores)	
	Particulars	Year ended 31.03.2019 (Audited)	Year ended 31.03.2018 (Audited)
1.	Revenue from operations		
	(a) Interest Income	162.37	170.07
	(b) Dividend Income	2.04	1.73
	(c) Net gain on fair value changes	51.27	60.85
	(d) Policyholders' Income from Life Insurance operations (See Note 2)	19,269.69	16,093.35
	(e) Sale of services	12.25	11.45
2.	Total Revenue from operations	19,497.62	16,337.45
3.	Other income	3.61	1.26
4.	Total income (2+3)	19,501.23	16,338.71
5.	Expenses		
	(a) Finance costs (See Note 7)	27.30	0.11
	(b) Impairment on financial instruments	5.02	0.32
	(c) Employee benefits expenses (See Note 8)	84.37	37.17
	(d) Depreciation and amortization expense	1.75	1.92
	(e) Legal and professional expenses	43.51	46.31
	(f) Policyholders' Expenses of Life Insurance operations (See Note 2)	18,826.57	15,693.64
	(g) Other expenses	31.87	29.22
6.	Total expenses	19,020.39	15,808.69
7.	Profit before tax (4-6)	480.84	530.02
8.	Tax expense		
	Relating to other than revenue account of Life Insurance policyholders		
	Current tax	66.22	87.54
	Deferred tax	(1.84)	0.64
	Relating to revenue account of Life Insurance policyholders		
	Current tax	-	-
	Total tax expense	64.38	88.18
9.	Profit after tax for the year (including Non-controlling interests) (7-8)	416.46	441.84
10.	(Profit)/Loss attributable to non-controlling interest	(153.91)	(155.45)
11.	Profit for the year attributable to owners of the Company (9-10)	262.55	286.39
12.	Other comprehensive income (OCI)		
	Relating to revenue account of life insurance policyholders		
	(i) Items that will not be reclassified to profit or loss in subsequent periods	(5.32)	0.53
	(ii) Items that will be reclassified to profit or loss in subsequent periods	78.71	(55.51)
	Less: Transferred to policyholders' fund in the balance sheet	(73.39)	54.98
	Relating to Others		
	(i) Items that will not be reclassified to profit or loss in subsequent periods	(0.30)	(0.23)
	Income tax relating to items that will not be reclassified to profit or loss	-	-
	(ii) Items that will be reclassified to profit or loss in subsequent periods	1.90	(20.55)
	Income tax relating to items that will be reclassified to profit or loss	(0.29)	2.96
13.	Other comprehensive income for the year	1.31	(17.82)
14.	Total comprehensive income (after tax) (9+13)	417.77	424.02
15.	Profit for the period attributable to		
	Owners of the company	262.55	286.39
	Non-controlling interests	153.91	155.45
16.	Other comprehensive income attributable to		
	Owners of the company	0.86	(12.67)
	Non-controlling interests	0.45	(5.15)
17.	Total comprehensive income attributable to		
	Owners of the company	263.41	273.72
	Non-controlling interests	154.36	150.30
18.	Paid up Equity Share Capital (Face value of Rs. 2 each)	53.88	53.68
19.	Other Equity	2,005.16	1,765.60
20.	Earnings per share (EPS) (Rs.)		
	(a) Basic EPS	9.77	10.69
	(b) Diluted EPS	9.77	10.66
	See accompanying notes to the consolidated audited Ind AS financial results		



Date : May 28, 2019
Place : New Delhi

By Order of the Board

Mohit Talwar
Mohit Talwar
Managing Director
DIN : 02394694

CONSOLIDATED SEGMENTWISE REVENUE, RESULTS, ASSETS AND LIABILITIES FOR THE YEAR ENDED MARCH 31, 2019

Particulars		Year ended 31.03.2019 (Audited)	Year ended 31.03.2018 (Audited)
1	Segment Revenue		
	a) Life Insurance	19,477.14	16,317.36
	b) Business Investments	316.63	263.49
	Total	19,793.77	16,580.85
	Less: Inter segment revenue	296.15	243.40
	Revenue from operations (net)	19,497.62	16,337.45
2	Segments Results from continuing operations before tax		
	a) Life Insurance	607.44	619.17
	b) Business Investments	75.48	143.21
	Total	682.92	762.38
	Less: Inter segment elimination (net)	178.40	233.51
	Sub-total	504.52	528.87
	Unallocated Expenses (Net of unallocated income)	(23.68)	1.15
	Profit before tax from continuing operations	480.84	530.02
	Provision for taxation (includes provision for Deferred Tax)	64.38	88.18
	Profit after tax from continuing operations	416.46	441.84
Particulars		As at 31.03.2019	As at 31.03.2018
3	Segment Assets		
	a) Life Insurance	66,586.45	55,225.54
	b) Business Investments	2,195.58	2,070.90
	Total Segment Assets	68,782.03	57,296.44
	Inter-segment elimination (net)	(1,571.32)	(1,454.77)
	Total Assets	67,210.71	55,841.67
4	Segment Liabilities		
	a) Life Insurance	63,817.18	52,524.53
	b) Business Investments	195.55	151.35
	Total Segment Liabilities	64,012.73	52,675.88
	Inter-segment elimination (net)	364.88	564.00
	Total Liabilities	64,377.61	53,239.87

The Operating Segments have been identified on the basis of business activities from which the Group earns revenues and incurs expenses and whose operating results are reviewed by the Chief Operating Decision Maker (CODM) of the Group to make decisions about the resources to be allocated and assess performance and for which discrete financial information is available.



Notes to the consolidated audited Ind AS financial results

1. CONSOLIDATED STATEMENT OF ASSETS AND LIABILITIES AS AT MARCH 31, 2019

		(Rs. in Crores)	
Particulars		As at 31.03.2019 (Audited)	As at 31.03.2018 (Audited)
A ASSETS			
1. Financial assets			
(a) Cash and cash equivalents	505.74	610.08	
(b) Bank balance other than (a) above	2.67	2.54	
(c) Derivative financial instruments	-	-	
(d) Receivables - Trade receivables	5.50	2.81	
(e) Loans	0.07	0.83	
(f) Investments	3,492.80	3,068.94	
(g) Other financial assets	1.31	1.20	
(h) Financial assets of Life Insurance Policyholders' Fund (See Note 3)	61,405.95	50,966.00	
Total financial assets	65,414.04	54,652.40	
2. Non-financial Assets			
(a) Current tax assets (net)	9.88	6.05	
(b) Property, plant and equipment	30.36	31.22	
(c) Goodwill	525.25	525.25	
(d) Other Intangible assets	0.09	0.21	
(e) Other non-financial assets	83.75	83.76	
(f) Non-financial assets of Life Insurance Policyholders' Fund (See Note 3)	1,147.34	542.78	
Total non-financial assets	1,796.67	1,189.27	
Total assets	67,210.71	55,841.67	
B LIABILITIES AND EQUITY			
I LIABILITIES			
1. Financial liabilities			
(a) Trade Payables			
(i) Total outstanding dues of micro enterprises and small enterprises	-	-	
(ii) Total outstanding dues of creditors other than micro enterprises and small enterprises	27.49	29.23	
(b) Other financial liabilities	497.56	664.99	
(c) Financial liabilities of Life Insurance Policyholders' Fund (See Note 3)	1,777.52	1,404.34	
Total financial liabilities	2,302.57	2,098.56	
2. Non-financial liabilities			
(a) Current Tax Liabilities (Net)	-	0.96	
(b) Provisions	2.87	4.86	
(c) Deferred Tax Liabilities (Net)	56.51	35.54	
(d) Other non-financial liabilities	6.23	5.68	
(e) Non-financial liabilities of Life Insurance Policyholders' Fund (See Note 3)	62,009.43	51,094.27	
Total non-financial liabilities	62,075.04	51,141.31	
Total liabilities	64,377.61	53,239.87	
II EQUITY			
(a) Equity share capital	53.88	53.68	
(b) Other equity	2,005.16	1,765.60	
Equity attributable to owners of the Company	2,059.04	1,819.28	
Non Controlling Interest	774.06	782.52	
Total equity	2,833.10	2,601.80	
Total liabilities and equity	67,210.71	55,841.67	

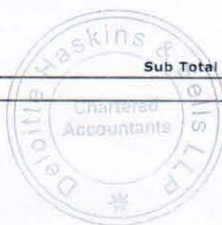


2. Following are the Policyholders' Income and Expenses from Life Insurance Operations included in above results :

		(Rs. in Crores)	
Particulars		Year ended 31.03.2019 (Audited)	Year ended 31.03.2018 (Audited)
A	Policyholders' Income from life insurance fund		
	Premium Income (Net)	14,352.86	12,297.77
	Interest Income	3,128.54	2,530.84
	Dividend Income	158.50	149.98
	Rental Income	12.16	2.19
	Net gain on fair value changes - Policyholders' Investments	1,742.71	1,156.30
	Other income	10.84	16.41
	Sub-Total	19,405.61	16,153.49
	Less: Restricted life insurance surplus retained in Policyholders' Fund	135.92	60.14
	Total	19,269.69	16,093.35
B	Policyholders' Expense of Life Insurance fund		
	Commission to selling agents	989.33	893.55
	Employee Benefits Expenses	819.76	757.00
	Operating Expenses	1,132.32	889.57
	Benefits payout (net)	5,452.28	4,686.67
	Net change in insurance contract liabilities	9,956.15	8,266.18
	Net change in investment contract liabilities	306.86	82.31
	Finance cost	11.77	10.92
	Impairment loss (including reversals)	0.03	0.18
	Depreciation & amortisation expenses	74.46	61.23
	Bad debts written off	1.34	0.62
	Allowance for doubtful debts	0.41	1.29
	Sub-Total	18,744.71	15,649.52
	Add: Restricted life insurance surplus retained in Policyholders' Fund	81.86	44.12
	Total	18,826.57	15,693.64

3. Following are the Policyholder's Assets and Liabilities from Life Insurance Operations included in the above results :

		(Rs. in Crore)	
Particulars		As at 31.03.2019 (Audited)	As at 31.03.2018 (Audited)
A	Policyholder's Financial Assets of Life Insurance Operations		
	Cash and cash equivalents	182.90	215.36
	Derivative financial instruments	60.21	0.04
	Trade receivables	628.86	588.44
	Loans	326.50	223.26
	Investments	59,751.97	49,591.94
	Other financial assets	455.51	346.96
	Sub Total - Financial Assets	61,405.95	50,966.00
B	Policyholder's Non Financial Assets of Life Insurance Operations		
	Investment Property	213.02	22.29
	Property, plant and equipment	65.32	49.23
	Capital Work in progress	5.47	0.53
	Intangible Assets	101.28	88.94
	Intangible Assets under development	20.05	19.49
	Other non-financial assets	742.20	362.30
	Sub Total - Non-Financial Assets	1,147.34	542.78
	TOTAL ASSETS	62,553.29	51,508.78
A	Policyholder's Financial Liabilities of Life Insurance Operations		
	Derivative financial instruments	0.11	26.18
	Trade Payable	951.65	876.63
	Other payables	825.76	501.53
	Sub Total - Financial Liabilities	1,777.52	1,404.34
B	Policyholder's Non Financial Liabilities of Life Insurance Operations		
	Contract liabilities of life insurance		
	Insurance Contracts	56,913.36	47,074.76
	Investment Contracts	1,092.12	1,194.18
		58,005.48	48,268.94
	Ind AS 104 Adjustments (impacting contract liabilities of life insurance)		
	Measurement adjustments	(207.44)	(144.79)
	Grossing up Reinsurance assets	498.72	124.79
		291.28	(20.00)
	Fund for future appropriations	2,249.77	1,865.55
	Restricted life insurance surplus retained in Policyholders' Fund		
	Measurement difference of Ind AS 104 Adjustments	178.62	100.56
	Fair valuation difference of policyholders' Investments		
	Fair Value Through Profit or Loss (FVTPL)	508.27	372.30
	Fair Value Through Other Comprehensive Income (FVOCI)	100.30	21.59
	Measurement difference - Other Ind AS Adjustments	32.95	33.54
	Provisions	52.21	39.18
	Other Non-financial Liabilities	590.55	412.61
	Sub Total - Non Financial Liabilities	62,009.43	51,094.27
	TOTAL LIABILITIES	63,786.95	52,498.61



Notes to the consolidated audited Ind AS financial results

4. The consolidated audited Ind AS financial results of the Company have been prepared in accordance with the Indian Accounting Standards ('Ind AS') notified under section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India. Beginning April 1, 2018 the Company has for the first time adopted Ind AS with a transition date of April 1, 2017. The above results have been prepared on the basis of format contained in Division III of Notification G.S.R. 1022(E) dated October 11, 2018, issued by the Ministry of Corporate Affairs, Government of India and accordingly, the corresponding comparative figures presented in these financial results have been regrouped/reclassified in order to conform to current period presentation. The consolidated financial results comprise the financial statements of Max Financial Services Limited and its subsidiary (collectively referred as the 'Group') listed below:

Name of Subsidiary	Country of incorporation	Portion of ownership as at March 31, 2019	Portion of ownership as at March 31, 2018	Portion of ownership as at April 1, 2017
Max Life Insurance Company Limited	India	71.79%	70.75%	70.01%

5. Reconciliation of net profit/(loss) between Previous GAAP as previously reported and total comprehensive income as per Ind AS is as follows:

S No.	Nature of adjustments	(Rs. in Crores) Year ended 31.03.2018
	Net profit after tax as per Indian GAAP (Previous GAAP) including non-controlling interest	450.51
a)	Effect of fair value of investments in mutual funds	1.40
b)	Effect of measuring financial instruments at amortised cost	0.01
c)	Effect of recognising employee stock options and phantom stock options cost at fair value	(15.41)
d)	Effect of recognising actuarial (gain)/loss on employee defined benefit liability under other comprehensive income	0.23
e)	Effect of fair value of financial instrument carried at Fair Value Through Profit or Loss (FVTPL)	6.06
f)	Provision on investment provided based on expected credit loss model	(0.32)
g)	Deferred tax on above adjustments	(0.64)
	Net profit / (loss) after tax as per Ind AS (A)	441.84
a)	Fair value change on financial assets carried at fair value through other comprehensive income	(20.56)
b)	Provision on investment carried at fair value through other comprehensive income provided based on expected credit loss model reclassified to Profit or loss	0.01
c)	Effect of recognising actuarial (gain)/loss on employee defined benefit liability under other comprehensive income	(0.23)
d)	Deferred tax on above adjustments	2.96
	Other Comprehensive income/(loss) (B)	(17.82)
	Total Comprehensive income / (loss) as per Ind AS (A+B) attributable to :	424.02
	Equity holders' of the Company	273.72
	Non-controlling interest	150.30

Reconciliation of equity between Previous GAAP as previously reported and as per Ind AS is as follows:

S No.	Nature of adjustments	As at 31.03.2018	(Rs. in Crores) As at 01.04.2017
	Total equity as reported under previous GAAP attributable to :		
	Equity holders' of the Company	2,611.28	2,334.65
	Non-controlling interest	771.32	748.97
a)	Effect of liability towards written put options to non-controlling interest (See note 9)	(653.12)	(804.57)
b)	Fair value change on financial assets carried at Fair Value Through Profit or Loss	11.42	3.95
c)	Effect of recognising employee stock options and phantom stock options cost at fair value	(3.05)	(1.69)
d)	Provision on investment provided based on expected credit loss model	(0.33)	(0.01)
e)	Fair value change on financial assets carried at Fair Value Through Other Comprehensive Income	7.32	27.88
f)	Provision on investment carried at Fair Value Through Other Comprehensive Income provided based on expected credit loss model reclassified to profit or loss	0.01	0.01
g)	Effect of reclassification of cash flow hedge reserve	26.31	8.13
h)	Effect of measuring financial instruments at amortised cost	0.01	-
i)	Effect of change in shareholding without loss of control	(133.83)	-
j)	Deferred tax on the above adjustments	(2.02)	(4.35)
k)	Deferred tax on undistributed earnings	(33.52)	(25.00)
	Total adjustments to equity	(780.80)	(795.65)
	Equity as reported under Ind AS attributable to :	2,601.80	2,287.97
	Equity holders' of the Company	1,819.28	1,536.60
	Non-controlling interest	782.52	751.37



6. During the quarter ended March 31, 2019, the Parent Company has allotted 408,308 equity shares of Rs. 2 each arising from exercise of Employee Stock Option Plans under the "Max Employee Stock Plan-2003".
7. During the quarter ended June 30 2018, the Parent Company had incurred finance cost aggregating to Rs. 27.25 crores towards underwriting fee and arranger's fee in respect of firm commitments made by certain lenders to enable the Company to provide its portion of shareholders' contribution for a potential acquisition opportunity pursued by its subsidiary company. However, subsequently the subsidiary company decided not to pursue the said acquisition opportunity and hence no fund raising was done by the Parent Company. As the Parent Company has not accessed any public funds, it continues to be a non Systemically Important Core Investment Company under the Non-Banking Finance Company (NBFC) rules as defined under the Reserve Bank of India Act, 1934.
8. Employee benefits expenses for the quarter and year ended March 31, 2019 include severance pay amounting to Rs. 25.75 crores paid to an employee.
9. The Company has entered into a put option arrangement relating to equity shares of Max Life Insurance Company Limited ("MLIC") executed during the year ended March 31, 2016, amongst the Company, Axis Bank Limited and Mitsui Sumitomo Insurance Company Limited. As per the arrangement, the Company has to settle such liability by payment of cash upon exercise of option. As required under Ind AS, put option granted to non-controlling interest is initially recognised in the consolidated financial statements by the Group as a financial liability at the fair value of the amount that may become payable upon exercise of option and is adjusted against the shareholders' equity on 01 April, 2017 (date of transition). As per the terms of the above arrangement, the Company has partially settled its put option obligation during the year ended March 31, 2018 and March 31, 2019 amounting to Rs. 153.33 crores and Rs. 165.37 crores respectively. In the absence of any mandatorily applicable accounting guidance, the Company has elected an accounting policy to recognise changes on subsequent measurement of the liability in shareholders' equity.
10. These consolidated audited Ind AS financial results for the year ended March 31, 2019 have been reviewed by the Audit Committee and approved by the Board of Directors of the Company at its meeting held today. These results have been audited by the statutory auditors of the Company.

Date : May 28, 2019
Place : New Delhi



By Order of the Board

Mohit Talwar
Managing Director
DIN : 02394694