

July 11, 2016

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

Dear Sirs,

Sub: Clarification on announcement made by JM Financial Limited on May 9, 2016
Symbol: JMFINCIL

We refer to your today's email regarding the reminder for submitting clarification on announcement submitted to the Exchange on May 9, 2016 and the subsequent telecon our Mr. Chintal D Sakaria had with your Ms. Dhaneshwari Chenani. In this connection, we wish to inform you that we had already submitted the clarifications sought by you in the captioned matter vide our email dated June 9, 2016 marked to neaps@nse.co.in.

As requested by you, please find attached the clarifications on the letterhead of the Company submitted to you vide our above email dated June 9, 2016.

A copy of this letter is also being uploaded on the NEAPS Portal. We trust the above will meet with your requirements.

Thank you.

Yours faithfully,
for JM Financial Limited



P K Choksi
Group Head - Compliance, Legal
& Company Secretary

JM Financial Limited

Corporate Identity Number : L67120MH1986PLC038784

Regd. Office: 7th Floor, Cnergy, Appasaheb Marathe Marg, Prabhadevi, Mumbai 400 025.

T: +91 22 6630 3030 F: +91 22 6630 3223 www.jmfl.com

June 9, 2016

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

Dear Sirs,

Sub: Clarification on announcement made by JM Financial Limited on May 9, 2016
Symbol: JMFANCIL

Dear Sir/Madam,

We refer to your email dated June 7, 2016 seeking certain clarifications from us in connection with the announcement made by us on May 9, 2016.

In this connection, we provide the following clarifications (*in bold italics*) as sought by you.

1. Whether the acquisition would fall within related party transactions and whether the promoter/ promoter group/ group companies have any interest in the entity being acquired? If yes, nature of interest and details thereof and whether the same is done at "arm's length";

The proposed acquisition is not with any related party as defined under the Companies Act, 2013. The Promoter/ Promoter Group/Group Companies do not have any interest in the entity in which the stake is proposed to be acquired.

2. Objects and effects of acquisition (including but not limited to, disclosure of reasons for acquisition of target entity, if its business is outside the main line of business of the listed entity);

The investment is proposed to be made by JM Financial Products Limited (JM Financial Products), which is a subsidiary of the listed company viz., JM Financial Limited. JM Financial Products is an NBFC registered with the RBI having its main objects as investment, borrowing and lending and hence the proposed acquisition would fall within the objects of JM Financial Products.

3. Brief details of any governmental or regulatory approvals required for the acquisition;

No governmental or regulatory approvals are required for this acquisition.

4. Indicative time period for completion of the acquisition;

The acquisition is proposed to be completed within a period of 3 to 4 months.

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5. Cost of acquisition or the price at which the shares are acquired;

The cost of acquisition would be around Rs. 7 Crore.

6. Nature of consideration – whether cash consideration or share swap and details of the same;

The acquisition is for cash and no share swap is involved in this transaction.

7. Percentage of shareholding / control acquired and / or number of shares acquired;

The shareholding of JM Financial Products in Fairassets Technologies India Private Limited post completion of acquisition would be 9.84% (on a fully diluted basis).

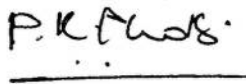
8. Brief background about the entity acquired in terms of products/line of business acquired, date of incorporation, history of last 3 years turnover, country in which the acquired entity has presence and any other significant information (in brief).

<i>Entity in which the stake is being acquired</i>	<i>Fairassets Technologies India Private Limited</i>
<i>Products/Line of business of the above entity</i>	<i>The said company is engaged in the business of operating a web portal and mobile application by the name of “<u>Faircent.com</u>” which provides a virtual peer to peer lending marketplace.</i>
<i>Date of incorporation</i>	<i>March 28, 2013</i>
<i>Turnover of last 3 years</i>	<i>FY16: Rs. 23.5 Lakh; FY15: Rs. 3.9 Lakh; FY14: Nil</i>

We trust the above will meet with your requirements.

Thank you.

Yours faithfully,
for JM Financial Limited



P K Choksi
Group Head - Compliance, Legal
& Company Secretary