

INDEPENDENT AUDITOR'S REVIEW REPORT ON REVIEW OF INTERIM FINANCIAL RESULTS

TO THE BOARD OF DIRECTORS OF Max Financial Services Limited (formerly known as 'MAX INDIA LIMITED')

1. We have reviewed the accompanying Statement of Standalone Unaudited Financial Results of **Max Financial Services Limited (formerly known as 'MAX INDIA LIMITED')** ("the Company"), for the Quarter ended 30 June, 2017 ("the Statement"), being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

This Statement which is the responsibility of the Company's Management and approved by the Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in the Accounting standard 25 for "Interim Financial Reporting" ("AS 25"), prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to issue a report on the Statement based on our review.

2. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410 'Review of Interim Financial Information Performed by the Independent Auditor of the Entity', issued by the Institute of Chartered Accountants of India. This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review is limited primarily to inquiries of Company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and, accordingly, we do not express an audit opinion.
3. Based on our review conducted as stated above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the aforesaid Accounting Standards and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For **Deloitte Haskins & Sells LLP**

Chartered Accountants

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



A handwritten signature in blue ink, appearing to read "Singh", followed by a period.

Satpal Singh Arora

Partner

(Membership No. 98564)

New Delhi, 09 August, 2017

Max Financial Services Limited (formerly known as 'MAX INDIA LIMITED')

CIN: L24223PB1988PLC008031

Corporate Office: Max House, Okhla, New Delhi - 110020

Registered Office: Bhai Mohan Singh Nagar, Railmajra, Tehsil Balachaur, District Nawanshahr, Punjab - 144533

Website: www.maxfinancialservices.com

STATEMENT OF STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2017

Particulars	(Rs. in Crores)			
	3 months ended 30.06.2017	Preceding 3 months ended 31.03.2017	Corresponding 3 months ended in the previous year 30.06.2016	Previous year ended 31.03.2017
	Column 1	Column 2	Column 3	Column 4
	(Unaudited)	(See note 7)	(Unaudited)	(Audited)
1. Income				
(a) Revenue from operations (net)	91.65	7.02	131.73	254.92
(b) Other income	0.10	0.11	0.17	1.36
2. Total revenue	91.75	7.13	131.90	256.28
3. Expenses				
(a) Employee benefits expense	11.47	10.96	8.21	37.20
(b) Depreciation and amortisation expense	0.48	0.48	0.51	1.96
(c) Legal and professional expenses	8.05	8.97	12.20	41.15
(d) Other expenses	5.17	7.21	3.86	21.97
4. Total expenses	25.17	27.62	24.78	102.28
5. Profit/(loss) before tax (2-4)	66.58	(20.49)	107.12	154.00
6. Tax expense	-	-	-	-
(a) Current tax	-	-	-	-
(b) Deferred tax	-	-	-	-
7. Net Profit/(loss) after tax (5-6)	66.58	(20.49)	107.12	154.00
8. Paid-up equity share capital (Face value Rs. 2 per share)	53.46	53.45	53.40	53.45
9. Reserves excluding revaluation reserve	-	-	-	1,774.84
10. Earnings per share (Face value Rs. 2 per share) (not annualised)				
a) Basic (Rs.)	2.49	(0.77)	4.01	5.76
b) Diluted (Rs.)	2.48	(0.77)	4.01	5.71
See accompanying notes to the standalone unaudited financial results				



Mohit Talwar
Managing Director

Notes to the Standalone unaudited financial results:

- 1 The Board of Directors of the Company ("MFSL") had approved a composite scheme of amalgamation and arrangement ("Scheme") on August 8, 2016, which inter alia contemplated (a) merger of Max Life Insurance Company Limited with the Company; (b) demerger of the life insurance undertaking of MFSL and merger of the said undertaking with HDFC Standard Life Insurance Company Limited; and (c) merger of MFSL (holding the non-life insurance business) with Max India Limited.

The parties to the proposed Scheme had applied for various regulatory approvals. However, Insurance Regulatory and Development Authority of India expressed reservations on the structure under the Scheme. The Confidentiality, Exclusivity and Standstill Agreement entered amongst the parties expired on 31 July, 2017 and as the same was not being extended further, the proposed Scheme and the applications filed in this regard with the Stock exchanges were withdrawn on July 31, 2017.
- 2 Revenue from operations of the Company includes dividend income of Rs. 85.98 crores, Rs. 123.98 crores and Rs. 220.65 crores for the quarter ended June 30, 2017, quarter ended June 30, 2016 and year ended March 31, 2017 respectively received from Max Life Insurance Company Limited, a subsidiary of the Company.
- 3 In terms of Companies (Indian Accounting Standards) Rules 2015, as amended, the Non Banking Finance Companies (NBFCs), including Core Investment Companies (CIC), having a net worth of Rs. 500 crores or more are required to prepare Ind-AS based financial statements for accounting periods beginning on or after April 1, 2018 with comparatives for the periods ending March 31, 2018 or thereafter. Hence, the current financials have been drawn in accordance with Indian GAAP as Ind-AS provisions are not applicable to the Company for the current accounting year, the Company being a Core Investment Company (non-systemically important CIC) under the Non Banking Finance Company (NBFC) rules as defined under the RBI Act, 1934.
- 4 Being a holding company, the Company is having business investments and is primarily engaged in growing and nurturing the business investments and providing management advisory services to group companies. Accordingly, the Company views these activities as one business segment, therefore there are no separate reportable segments as per Accounting Standard 17 prescribed under Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014.
- 5 During the quarter ended June 30, 2017, the Company has allotted 41,210 equity shares of Rs. 2 each arising from exercise of ESOPs under the "Max Employee Stock Plan-2003".
- 6 The previous period's/year figures have been regrouped / reclassified, wherever necessary to correspond with the current period's/year classification / disclosures.
- 7 Figures for the quarter ended March 31, 2017 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, 2017 for the Company.
- 8 These standalone unaudited financial results for the quarter ended June 30, 2017 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 subjected to limited review by the statutory auditors of the Company.

By Order of the Board



Mohit Talwar
Managing Director

Date : August 09, 2017

Place : New Delhi

Max Financial Services Limited (formerly known as 'MAX INDIA LIMITED')

CIN: L24223PB1988PLC008031

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Particulars	(Rs. in Crores)			
	3 months ended 30.06.2017	Preceding 3 months ended 31.03.2017	Corresponding 3 months ended in the previous year 30.06.2016	Previous year ended 31.03.2017
	Column 1	Column 2	Column 3	Column 4
	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
Total income from operations (net)	91.75	7.13	131.90	256.28
Net Profit/(loss) from ordinary activities after tax	66.58	(20.49)	107.12	154.00
Net Profit/(loss) for the period after tax (after Extrordinary items)	66.58	(20.49)	107.12	154.00
Paid-up equity share capital (Face Value Rs. 2 Per Share)	53.46	53.45	53.40	53.45
Reserves excluding revaluation reserve as per balance sheet of previous accounting year	-	-	-	1,774.84
Earnings per share (of Rs. 2 each) (not annualised)				
a) Basic (Rs.)	2.49	(0.77)	4.01	5.76
b) Diluted (Rs.)	2.48	(0.77)	4.01	5.71

Note:

The above is an extract of the detailed format of unaudited financial results for the quarter ended June 30, 2017 filed with the Stock Exchanges under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulation 2015. The full format of the quarter ended Unaudited 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.

By Order of the Board

Date : August 09, 2017

Place : New Delhi


Mohit Talwar

Managing Director