



August 6, 2018

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: **Board meeting for unaudited financial results of the Company for the quarter ended June 30, 2018**

Please refer to our letter dated July 26, 2018 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 standalone unaudited IND-AS financial results of the Company for the quarter ended June 30, 2018 and the Limited Review thereon by the Auditors.

The said financial results and the Limited Review Report by the Auditors for the quarter ended June 2018 are attached herewith.

The Board meeting commenced at 3.00 p.m. and concluded at 4.55 p.m.

You are requested to take the aforesaid on record.

Thanking you,

Yours faithfully
For **Max Financial Services Limited**

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

Sandeep Pathak
Company Secretary & Compliance Officer

Encl: As above.

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 Ind AS Financial Results of **Max Financial Services Limited (formerly known as 'MAX INDIA LIMITED')** ("the Company"), for the quarter ended 30 June, 2018 ("the 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 5 July, 2016.

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 Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), 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 Indian 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, as modified by Circular No. CIR/CFD/FAC/62/2016 dated 5 July, 2016, 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)



Satpal Singh Arora
Partner
(Membership No. 98564)

New Delhi, 6 August, 2018

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

CIN: L24223PB1988PLC008031

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

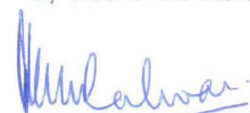
Registered Office: Bhai Mohan Singh Nagar, Railmajra, Tehsil Balachaur, District Nawanshahr, Punjab - 144533

Website: www.maxfinancialservices.com

STATEMENT OF STANDALONE UNAUDITED IND AS FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2018

Particulars		(Rs. in Crores)	
		3 months ended 30.06.2018	Corresponding 3 months ended 30.06.2017
		(Unaudited) See Note 1	(Unaudited) See Note 1
1. Income			
(a) Revenue from operations		128.98	94.00
(b) Other income		0.15	0.10
2. Total income		129.13	94.10
3. Expenses			
(a) Employee benefits expense		11.82	13.21
(b) Depreciation and amortisation expense		0.45	0.48
(c) Finance cost (see note 6)		27.25	-
(d) Legal and professional expenses		10.41	8.05
(e) Other expenses		3.76	5.17
4. Total expenses		53.69	26.91
5. Profit before tax (2-4)		75.44	67.19
6. Tax expense			
(a) Current tax		-	-
(b) Deferred tax		-	-
7. Total tax expense		-	-
8. Profit after tax (5-7)		75.44	67.19
9. Other comprehensive income / (loss):			
Items that will not be reclassified to profit or loss:			
- Remeasurement of the defined benefit obligations		(0.27)	(0.01)
10. Total other comprehensive income / (loss)		(0.27)	(0.01)
11. Total comprehensive income / (loss) (8+10)		75.17	67.18
12. Paid-up equity share capital (Face value of Rs. 2)		53.68	53.46
13. Earnings per share (EPS) (Rs.) (not annualised)			
(a) Basic EPS		2.81	2.51
(b) Diluted EPS		2.80	2.49
See accompanying notes to the standalone unaudited Ind AS financial results			

By Order of the Board



Mohit Talwar
Managing Director
DIN : 02394694

Date : August 6, 2018
Place : New Delhi

Notes to the standalone unaudited Ind AS financial results:

- 1 The 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 ('Ind AS'). Beginning April 1, 2018 the Company has for the first time adopted Ind AS with a transition date of April 1, 2017. These financial results (including the period presented in accordance with Ind AS - 101 First time adoption of the Indian Accounting Standards) have been prepared in accordance with the recognition and measurement principles in Ind AS 34- Interim Financial Reporting, prescribed under section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India.

There is a possibility that these financial results for the current and previous period may require adjustments due to changes in financial reporting requirements arising from new standards, modifications to the existing standards, guidelines issued by the Ministry of Corporate Affairs or changes in the use of one or more optional exemptions from full retrospective application of certain Ind AS provisions permitted under Ind AS 101 which may arise upon finalisation of the financial statements as at and for the year ending March 31, 2019 prepared under Ind AS.

- 2 Reconciliation of net profit between Indian GAAP as previously reported and total comprehensive income as per Ind AS is as follows:

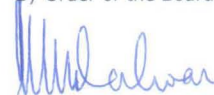
(Rs. in Crores)

S No.	Nature of adjustments	Corresponding 3 months ended 30.06.2017
	Net Profit after tax as per erstwhile Indian GAAP (prior GAAP)	66.58
a)	Effect of fair value of investments in mutual funds	0.64
b)	Effect of measuring financial instruments at amortised cost*	-
c)	Effect of recognising employee stock options and phantom stock options cost at fair value	(1.75)
d)	Effect of recognising actuarial (gain)/loss on employee defined benefit liability under other comprehensive income	0.01
e)	Effect of fair value of financial instrument carried at fair value through profit or loss (FVTPL)	1.71
	Net profit after tax as per Ind AS (A)	67.19
	Other Comprehensive income/(loss) (B)	(0.01)
	Total Comprehensive income as per Ind AS (A+B)	67.18

* Amount is Rs. 0.29 lakhs.

- 3 During the quarter ended June 30, 2018, the Company has allotted 31,710 equity shares of Rs. 2 each arising from exercise of ESOPs under the "Max Employee Stock Plan-2003".
- 4 Revenue from operations of the Company includes dividend income of Rs. 115.39 crores and Rs. 85.98 crores for the quarter ended June 30, 2018 and for the quarter ended June 30, 2017 respectively, received from Max Life Insurance Company Limited, a subsidiary of the Company.
- 5 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 Indian Accounting Standard 108 (Ind AS) on Operating Segment.
- 6 During the quarter ended June 30, 2018, the Company has incurred finance cost aggregating to Rs. 27.25 crores towards underwriting fee and arranging 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 RBI Act, 1934.
- 7 These standalone unaudited Ind AS financial results for the quarter ended June 30, 2018 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
DIN : 02394694

Date : August 6, 2018
Place : New Delhi