

SUPPLEMENTAL DISCLOSURE DOCUMENT

TRANCHE AG – 2017 (V)

JM FINANCIAL CREDIT SOLUTIONS LIMITED

Corporate Identification Number: U74140MH1980PLC022644

(Originally incorporated on May 15, 1980, in the name of FICS Consultancy Services Limited)

Registered Office: 7th Floor, Cnergy, Appasaheb Marathe Marg, Prabhadevi, Mumbai – 400025

Tel : (022) 6630 3030 Fax : (022) 6630 3223

Contact Person: Mr. Hemant Pandya, Company Secretary

Email: hemant.pandya@jmfl.com

Private Placement of 1750 Secured, Rated, Listed, Redeemable, Non-Convertible Debentures (“Tranche AG Debentures” or “Tranche AG NCDs”) of the face value Rs. 10,00,000/- (Rupees Ten Lakh only) each for cash aggregating Rs. 175 Crore (Rupees One Hundred and Seventy Five Crore only) issued under the Shelf Disclosure Document dated May 23, 2017 (“Shelf DD”) as supplemented from time to time.

This Supplemental Disclosure Document (“Supplemental DD”) is issued in terms of and pursuant to the Shelf DD dated May 23, 2017. All the terms, conditions, information and stipulations contained in the Shelf DD are incorporated herein by reference as if the same were set out herein. Investors are advised to refer to the same to the extent applicable. This Supplemental DD must be read in conjunction with the Shelf DD.

This Supplemental DD contains details of this Tranche of private placement of Tranche AG NCDs and material changes, if any, in the information provided in the Shelf DD, as set out in Part 2.

All capitalised terms used but not defined herein shall have the meaning ascribed to them in the Shelf DD.

This Supplemental DD is dated June 13, 2017.

PART 1 – SUMMARY TERM SHEET**TRANCHE AG – 2017 (V)****A. Common Terms of the Tranche AG NCDs**

Security Name	9.05% JMFCSL 15/06/2021
Issuer	JM Financial Credit Solutions Limited
Arranger	None
Type of Instrument	Secured, Rated, Listed, Redeemable Non-Convertible Debentures
Nature of Instrument	Secured
Seniority	Senior
Mode of Issue	Private placement
Eligible Investors	Please refer paragraph “Who can apply” of the Shelf DD.
Listing	<p>The Tranche AG NCDs are proposed to be listed on WDM segment of BSE Limited (BSE). BSE has given its in-principle approval to list the NCDs to be issued and allotted in terms of the Shelf DD vide its letter dated May 23, 2017.</p> <p>The Company shall forward the listing application to BSE along with the applicable disclosures within 15 days from the deemed date of allotment of Tranche AG NCDs.</p> <p>In case of delay in listing of the Tranche AG NCDs beyond 30 days from the deemed date of allotment, the Company will pay penal interest, of 1% p.a. over the interest/coupon rate/implicit yield from the expiry of 30 days from the deemed date of allotment till the listing of such Tranche AG NCDs, to the investor.</p>
Rating of the Instrument	<ul style="list-style-type: none"> India Ratings & Research Private Limited has assigned a rating of “IND AA/Stable” to the long term Non-convertible Debenture issue programme of upto Rs. 2000,00,00,000/- (Rupees Two Thousand Crore only) of the Company. Instruments with this rating are considered to have the high degree of safety regarding timely servicing of financial obligations. Such instruments carry very low credit risk. ICRA Limited had assigned a rating of [ICRA]AA rating with stable outlook to the long term Non-convertible Debenture issue programme of upto Rs. 2000,00,00,000/- (Rupees Two Thousand Crore only) of the Company. Instruments with this rating are considered to have high degree of safety regarding timely payment of financial obligations. Such instruments carry very low credit risk.
Number of Debentures	1750
Issue Size	Rs. 175 crore
Option to retain oversubscription (Amount)	Not Applicable
Objects of the Issue	The object of the Issue is to augment the long term resources of the Company and to increase the average maturity period of its borrowings.

Details of the utilization of the Proceeds	The proceeds of the Issue would be utilised by the Company, inter-alia, for disbursements of loans to borrowers, refinancing existing borrowings, augmenting the working capital requirements of the Company, acquisition of securities and for the general corporate purposes of the Company.
Interest Rate/Coupon Rate	9.05% p.a.
Implicit yield/XIRR	None
Step Up/Step Down Coupon Rate	None
Coupon Payment Frequency	Annually
Coupon Payment Dates	15-06-2018 14-06-2019 15-06-2020 15-06-2021* *If Put/Call option is not exercised
Coupon/Implicit yield Type	Fixed
Coupon Reset Process (including rates, spread, effective date, interest rate cap and floor etc.)	None
Day Count Basis	Actual/Actual Also refer Shelf DD.
Interest on Application Money	Not Applicable Also refer Shelf DD.
Default Interest Rate	In case of default in payment of interest and/or principal redemption on the due dates, additional interest @ 2% p.a. over the applicable Interest / Coupon Rate / Implicit Yield will be payable by the Company for the defaulting period.
Tenor	1461 days* *If Put/Call option is not exercised
Issue Price	Rs. 10,00,000/- (Rs. Ten Lakh only) per Tranche AG NCD
Redemption Date	June 15, 2021* *If Put/Call option is not exercised
Redemption Premium	Nil
Redemption Amount	Rs. 10,00,000/- (Rs. Ten Lakh only) per Tranche AG NCD
Discount at which security is issued and the effective yield as a result of such discount.	None
Put Option Date	June 15, 2020
Put Option Price	Rs. 10,00,000/- (Rs. Ten Lakh only) per Tranche AG NCD
Call Option Date	June 15, 2020
Call Option Price	Rs. 10,00,000/- (Rs. Ten Lakh only) per Tranche AG NCD
Put Notification Time	May 14, 2020 *Any communication for availing the Put/Call Option shall be made to 'fidcontrollers@jmfl.com'.
Call Notification Time	May 14, 2020 *Any communication for availing the Put/Call Option shall be made to 'fidcontrollers@jmfl.com'.
Face Value	Rs. 10,00,000/- (Rs. Ten Lakh only) per Tranche AG NCD

Minimum Application and in multiples of __ Debt securities thereafter	10 Debentures and in multiple of 1 Debenture thereafter.
Issue Timing 1. Issue Opening Date 2. Issue Closing Date 3. Pay-in Date 4. Deemed Date of Allotment	June 15, 2017 June 15, 2017 June 15, 2017 June 15, 2017
Issuance mode of the Instrument	Demat only
Trading mode of the Instrument	Demat only
Settlement mode of the Instrument	Cheque / Demand Draft / Pay Order / Direct Credit / ECS / NEFT / RTGS / NACH / other permitted mechanisms Also refer Shelf DD.
Depository(ies)	NSDL/CDSL
Business Day Convention	Any day of the week excluding Saturdays, Sundays and any other day which is a public holiday for the purpose of Section 25 of the Negotiable Instruments Act, 1881 (26 of 1881) in Mumbai and any other day on which banks are closed for customer business in Mumbai, India and as per SEBI Circular CIR/IMD/DF-1/122/2016 dated November 11, 2016.
Record Date	15 days prior to Coupon Payment/Redemption Date.
Security (where applicable) (Including description, type of security, type of charge, likely date of creation of security, minimum security cover, revaluation, replacement of security) and Ranking of Security.	The Tranche AG NCDs being issued under the Shelf DD shall be secured through a first pari passu charge / mortgage / hypothecation over portions of identified Moveable and Immoveable Property. The Company shall maintain a security cover of 1.25 times. Also refer Shelf DD.
Transaction Documents	The Information Memorandum, the Debenture Trustee Agreement, the Pricing Supplement(s), the Debenture Trust Deed, the Trustee Agreement and any other document that may be designated by the Debenture Trustee as a Transaction Document.
Conditions Precedent to Disbursement	None
Condition Subsequent to Disbursement	None
Events of Default	As stated in the Shelf DD dated May 23, 2017.
Provisions related to Cross Default Clause	None
Role and Responsibilities of Debenture Trustee	As per SEBI (Debenture Trustee) Regulations, 1993, SEBI (Issue and Listing of Debt Securities) Regulation, 2008, the Companies Act, 2013 and the rules made thereunder, the Debenture Trustee Agreement and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended from time to time.

Governing Law and Jurisdiction	The Tranche AG NCDs are governed by and will be construed in accordance with the Indian Law. The Company, the Tranche AG NCDs and Company's obligations under the Tranche AG NCDs shall, at all times, be subject to the provisions of the Companies Act, regulations/ guidelines/ directions of RBI, SEBI and Stock Exchanges and other applicable laws and regulations from time to time. The Tranche AG NCD holders, by purchasing the Tranche AG NCDs, agree that the courts in Mumbai shall have exclusive jurisdiction with respect to any matters relating to the Tranche AG NCDs.
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Cash flows for the above Tranche AG NCDs:

a. In case Put/Call option is not exercised:

NCDs with implicit yield

Cash flows	Date	No. of days in coupon period	Amount (in Rupees) (per NCD)
1st Coupon	Friday, June 15, 2018	365 days	90,500.00
2nd Coupon	Friday, June 14, 2019	364 days	90,252.05
3rd Coupon	Monday, June 15, 2020	367 days	90,747.27
Redemption amount (including 4th Coupon)	Tuesday, June 15, 2021	365 days	10,90,500.00

b. In case Put/Call option is exercised:

NCDs with implicit yield

Cash flows	Date	No. of days in coupon period	Amount (in Rupees) (per NCD)
1st Coupon	Friday, June 15, 2018	365 days	90,500.00
2nd Coupon	Friday, June 14, 2019	364 days	90,252.05
Redemption amount (including 3rd Coupon)	Monday, June 15, 2020	367 days	10,90,747.27

Note 1: The Company reserves the right to amend the Tranche timetable.

For JM Financial Credit Solutions Limited

Place: Mumbai
Date: June 13, 2017



Hemant
Hemant Pandya
Company Secretary

**DISCLOSURE REQUIREMENTS UNDER FORM PAS-4 PRESCRIBED UNDER THE
COMPANIES ACT, 2013**

(Pursuant to Section 42 and Rule 14(1) of the Companies (Prospectus and Allotment of Securities) Rules, 2014)

The table below sets out the disclosure requirements as provided in Form PAS-4 and the relevant pages in the Shelf DD where these disclosures, to the extent applicable, have been provided.

Sr. No.	Disclosure Requirements	Page No.
1.	GENERAL INFORMATION	
a.	Name, address, website and other contact details of the company indicating both registered office and corporate office.	Page 18 of Shelf DD
b.	Date of incorporation of the company.	May 15, 1980
c.	Business carried on by the company and its subsidiaries with the details of branches or units, if any.	Page 19 of Shelf DD
d.	Brief particulars of the management of the company.	Page 25 of Shelf DD
e.	Names, addresses, DIN and occupations of the directors.	Page 25 of Shelf DD
f.	Management's perception of risk factors.	Pages 9-15 of Shelf DD
g.	Details of default, if any, including therein the amount involved, duration of default and present status, in repayment of: (i) Statutory dues; (ii) Debentures and interest thereon; (iii) Deposits and interest thereon; and (iv) Loan from any bank or financial institution and interest thereon.	None
h.	Names, designation, address and phone number, email ID of the nodal/ compliance officer of the company, if any, for the private placement offer process.	Page 18 of Shelf DD
2.	PARTICULARS OF THE OFFER	
a.	Date of passing of board resolution.	April 27, 2017 read with January 16, 2017
b.	Date of passing of resolution in the general meeting, authorising the offer of securities.	February 10, 2017
c.	Kinds of securities offered (i.e. whether share or debenture) and class of security.	Debentures
d.	Price at which the security is being offered including the premium, if any, along with justification of the price.	Page 3 of Supplemental DD
e.	Name and address of the valuer who performed valuation of the security offered.	Not Applicable

Sr. No.	Disclosure Requirements	Page No.
f.	Amount which the company intends to raise by way of securities.	Page 2 of Supplemental DD
g.	Terms of raising of securities: (i)Duration, if applicable; (ii)Rate of dividend; (iii)Rate of interest; (iv)Mode of payment; and (v)Repayment.	Supplemental DD at: Page 3 Not Applicable Not Applicable Page 4 Page 4
h.	Proposed time schedule for which the offer letter is valid.	Page 4 of Supplemental DD and Page 41 of DD
i.	Purposes and objects of the offer.	Page 3 of Supplemental DD
j.	Contribution being made by the promoters or directors either as part of the offer or separately in furtherance of such objects.	Not Applicable
k.	Principle terms of assets charged as security, if applicable.	Page 49 – 51 of Shelf DD
3.	DISCLOSURES WITH REGARD TO INTEREST OF DIRECTORS, LITIGATION ETC.	
a.	Any financial or other material interest of the directors, promoters or key managerial personnel in the offer and the effect of such interest in so far as it is different from the interests of other persons.	None
b.	Details of any litigation or legal action pending or taken by any Ministry or Department of the Government or a statutory authority against any promoter of the offeree company during the last three years immediately preceding the year of the circulation of the offer letter and any direction issued by such Ministry or Department or statutory authority upon conclusion of such litigation or legal action shall be disclosed.	None
c.	Remuneration of directors (during the current year and last three financial years).	None, apart from sitting fees to Independent Directors
d.	Related party transactions entered during the last three financial years immediately preceding the year of circulation of offer letter including with regard to loans made or, guarantees given or securities provided.	Refer to the Annexures provided in Shelf DD.
e.	Summary of reservations or qualifications or adverse remarks of auditors in the last five financial years immediately preceding the year of circulation of offer letter and of their impact on the financial statements and financial position of the company and the corrective steps taken and proposed to be taken by the company for each of the said reservations or qualifications or adverse remark.	None

Sr. No.	Disclosure Requirements	Page No.
f.	Details of any inquiry, inspections or investigations initiated or conducted under the Companies Act or any previous company law in the last three years immediately preceding the year of circulation of offer letter in the case of company and all of its subsidiaries. Also if there were any prosecutions filed (whether pending or not) fines imposed, compounding of offences in the last three years immediately preceding the year of the offer letter and if so, section-wise details thereof for the company and all of its subsidiaries.	None
g.	Details of acts of material frauds committed against the company in the last three years, if any, and if so, the action taken by the company.	None
4.	FINANCIAL POSITION OF THE COMPANY	
a.	The capital structure of the company in the following manner in a tabular form:	
(i)(a)	The authorised, issued, subscribed and paid up capital (number of securities, description and aggregate nominal value);	Page 22 of Shelf DD
(b)	Size of the present offer; and	Page 2 of Supplemental DD
(c)	Paid up capital: (A) After the offer; and (B) After conversion of convertible instruments (if applicable);	Not Applicable Not Applicable
(d)	Share premium account (before and after the offer).	Not Applicable
(ii)	The details of the existing share capital of the issuer company in a tabular form, indicating therein with regard to each allotment, the date of allotment, the number of shares allotted, the face value of the shares allotted, the price and the form of consideration.	Page 22 of Shelf DD
	Provided that the issuer company shall also disclose the number and price at which each of the allotments were made in the last one year preceding the date of the offer letter separately indicating the allotments made for considerations other than cash and the details of the consideration in each case.	The Company has converted 12,15,292 CCPS held by INH Mauritius 1 into equal number of fully paid-up Equity Shares on February 9, 2017 pursuant to which the Equity Shares of the Company is 24,65,296 and Preference Shares of the Company is 34,204.
b.	Profits of the company, before and after making provision for tax, for the three financial years (audited) immediately preceding the date of circulation of offer letter.	Page 35 of Shelf DD

Sr. No.	Disclosure Requirements	Page No.
c.	Dividends declared by the company in respect of the said three financial years; interest coverage ratio for last three years (audited) (Cash profit after tax plus interest paid/interest paid).	None
d.	A summary of the financial position of the company as in the three audited balance sheets immediately preceding the date of circulation of offer letter.	Page 35 of Shelf DD
e.	Audited Cash Flow Statement for the three years immediately preceding the date of circulation of offer letter.	Page 36 of Shelf DD
f.	Any change in accounting policies during the last three years and their effect on the profits and the reserves of the company.	None

DECLARATION -

- a. the Company has complied with the provisions of the Act and the rules made thereunder;
- b. the compliance with the Act and the rules does not imply that payment of dividend or interest or repayment of debentures, if applicable, is guaranteed by the Central Government;
- c. the monies received under the offer shall be used only for the purposes and objects indicated in the Offer letter;

I am authorised by the Board of Directors of the Company vide resolution dated April 27, 2017 to sign this form and declare that all the requirements of Companies Act, 2013 and the rules made thereunder in respect of the subject matter of this form and matters incidental thereto have been complied with. Whatever is stated in this form and in the attachments thereto is true, correct and complete and no information material to the subject matter of this form has been suppressed or concealed and is as per the original records maintained by the promoters subscribing to the Memorandum of Association and Articles of Association.

It is further declared and verified that all the required attachments have been completely, correctly and legibly attached to this Shelf DD.

For JM Financial Credit Solutions Limited

Place: Mumbai
Date: June 13, 2017




Hemant Pandya 
Company Secretary