

Magma Fincorp Limited
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06 January 2020

The Secretary,
Corporate Relationship Department,
BSE Limited
25th Floor, P. J. Towers, Dalal Street, Fort,
Mumbai - 400 001

(Company Code - 524000)

Manager,
Listing Department,
National Stock Exchange of India Limited
"Exchange Plaza",
Bandra-Kurla Complex, Bandra (E),
Mumbai - 400 051

(Symbol - MAGMA)

Sub: Press Release


Dear Sir,

Enclosed herewith please find the Press Release on 'Company's Liquidity Position Update'.

This is for your information and record.

Thanking You,

Yours faithfully,
For Magma Fincorp Limited


Shabnum Zaman
Company Secretary

Encl: as above

Magma Fincorp's Liquidity Position Update

Mumbai, 6 January 2020: Mumbai-based asset finance company, Magma Fincorp Limited today announced that it remains very well capitalized with capital adequacy ratio of over 26%. The company has a granular retail presence within its four businesses i.e., Vehicle Finance (ABF), Affordable Home loans, Affordable loans against property, SME finance and General Insurance. This update is in response to queries from a few stake holders.

Update on Liquidity Position:

- Magma raised new liabilities amounting to over Rs 2150 Crores entirely from long-term sources during the Oct- Dec 2019 quarter; Of this, funds raise in form of Term Loans and Debentures constituted approx. Rs 1300 Crores.
- Magma has a surplus in matching of Assets and Liabilities in each time bucket across 0-1 year.
- The Company has adequate liquidity cushion of over Rs 2300 Crores at consolidated level as on 31.12.2019, against its debt repayments due amounting to just about Rs 425 Crores till March 2020.
- With excellent liquidity and a strong pipeline of new long-term funding, we continue to witness softening in cost of incremental borrowings. Magma expects the overall cost of borrowings to start softening from Q1FY21 and onwards.
- Considering the comfortable liquidity position, Magma facilitated a request by an investor for early redemption of Debentures of face value of Rs. 200 Crores through repurchase in December 2019.

**The Numbers are unaudited and based on Management Estimates.*

About Magma Fincorp Limited

Magma Fincorp Limited ("Magma") a Mumbai-based non-deposit taking non-banking finance company (NBFC), is registered with the Reserve Bank of India (RBI) as an Asset Finance Company. The Company started operations nearly three decades back and is listed on the BSE Limited and the National Stock Exchange of India Limited.

Magma a financial conglomerate offers a bouquet of financial products including Commercial finance, Agri finance, SME finance and Mortgage finance and has a General Insurance joint venture. Magma is focused on the rural and semi-urban sector with a widespread coverage and presence across 316 Branches. Magma customer base has crossed 2.4 million and manages a loan book of Rs 16787 crores.



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