

Magma Fincorp Limited  
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CIN : L51504WB1978PLC031813  
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09 June 2021

Corporate Relationship Department  
**BSE Limited**  
25<sup>th</sup> Floor, P.J. Towers, Dalal Street, Fort,  
Mumbai – 400 001

**Company Code - 524000**

The Manager  
Listing Department,  
**National Stock Exchange of India Limited**  
“Exchange Plaza”  
Bandra- Kurla Complex, Bandra (E),  
Mumbai – 400 051

**Symbol - MAGMA**

Dear Sir,

**Sub: Disclosure of Related Party Transactions pursuant to Regulation 23(9) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations")**

Pursuant to Regulation 23(9) of the Listing Regulations, enclosed please find the disclosure of related party transactions on a consolidated basis and balances, in the format specified in the applicable Accounting Standards for the year ended 31 March 2021.

This is for your information and records.

Thanking You,

**Yours faithfully,  
For Magma Fincorp Limited**

  
**Shabnum Zaman  
Company Secretary**

**Magma Fincorp Limited**

(i) **Name of related parties and description of relationship:**

**A Joint Venture**

Magma HDI General Insurance Company Limited  
Jaguar Advisory Services Private Limited

**B Key Managerial Personnel ('KMP') and their Relatives**

Mr. Mayank Poddar  
Mr. Sanjay Chamria  
Mr. Kailash Baheti  
Mrs. Shabnum Zaman

**Nature of Relationship**

Chairman Emeritus and Whole Time Director (upto 07 November 2020)  
Vice Chairman and Managing Director  
Chief Financial Officer  
Company Secretary

**C Directors**

Mr. Narayan K Seshadri  
Mr. Mayank Poddar  
Mr. V K Viswanathan  
Mr. Satyabrata Ganguly  
Ms. Madhumita Dutta-Sen  
Mr. Sunil Rewachand Chandiramani  
Mrs. Vijayalakshmi R Iyer  
Mr. Bontha Prasada Rao

Chairman and Independent Director (upto 31 August 2020)  
Non-Executive Director (w.e.f. 08 November 2020)  
Independent Director (upto 08 February 2021)  
Independent Director (upto 24 September 2019)  
Director (Upto 15 May 2019)  
Independent Director (w.e.f 10 December 2019)  
Independent Director (w.e.f 31 January 2019)  
Independent Director (w.e.f 10 December 2019)

**D Private Company / Firm in which KMP / Director or his relative is Member or Director**

Celica Developers Private Limited  
Microfirm Capital Private Limited  
CLP Business LLP  
Magma Consumer Finance Private Limited

**E Relatives of Directors / KMP**

Mayank Poddar H U F  
Kalpana Poddar  
Ashita Poddar  
Harshvardhan Chamria  
Bimla Devi Baheti  
Shashi Baheti  
Apoorva Baheti  
Ankita Baheti  
Kailash Baheti HUF  
Mansi Poddar  
Shaili Poddar  
Adarsh Tulshan  
Sanjay Chamria (HUF)  
Banwarilal Chamria and Others(HUF)

(ii) **Related party transactions during the year and balance receivable from and payable to related parties as at the balance sheet date:**

Name of related party	Nature of transaction	Transaction value	Outstanding	Transaction value	Outstanding
		for the year ended 31 March 2021	amount as at 31 March 2021	for the year ended 31 March 2020	amount as at 31 March 2020
<b>A) Joint Venture</b>					
1 Magma HDI General Insurance Company Limited	Investment in equity shares	-	10,917.91	-	8,267.87
	Short-term loans and advances given	14,496.02	716.03	21,321.02	1,133.35
	Refund of short-term loans and advances given	14,913.35	-	21,153.54	-
	Claims Received	5.92	-	1.66	-
	Insurance commission income	1,234.54	68.27	1,710.10	67.82
	Insurance premium paid	149.15	-	11.91	-
	Subscription to public issue of NCD	-	7,500.00	7,500.00	7,500.00
	Interest accrued but not due on NCD	787.29	711.99	712.19	712.19
	Share Application money paid **	787.50	-	2,650.04	2,650.04
2 Jaguar Advisory Services Private Limited	Investment in equity shares	-	2.20	-	2.20
<b>B) Private Company in which director is member or director</b>					
1 Celica Developers Private Limited	Security Deposit refund ***	-	-	163.05	-
	Equity dividend paid	-	-	235.48	-
	Loan Given	-	2,444.60	2,490.00	2,395.35
	Repayment of Loan	40.57	-	94.65	-
	Interest income	367.92	-	179.72	-
2 Magma Consumer Finance Pvt. Ltd.	Equity dividend paid	-	-	14.56	-
	Subscription to public issue of NCD	-	8.68	-	-
	Interest accrued but not due on NCD	-	0.72	-	-
	Interest Paid on NCD	0.27	-	-	-
3 Microfirm Capital Pvt Ltd.	Equity dividend paid	-	-	272.13	-
4 CLP Business LLP	Rent Expense	3.81	-	15.22	-
	Security deposit given	-	6.45	-	6.45

Name of related party	Nature of transaction	Transaction value for the year ended 31 March 2021	Outstanding amount as at 31 March 2021	Transaction value for the year ended 31 March 2020	Outstanding amount as at 31 March 2020
<b>C) Key management personnel</b>					
1 Mr. Mayank Poddar	Director's remuneration	112.71	-	168.40	-
	Refund received of earlier year Remuneration #	136.27	-	-	-
	Mediclaime premium paid recoverable # #	0.08	-	-	-
2 Mr. Sanjay Chamria	Director's remuneration	224.40	-	224.40	-
	Refund received of earlier year Remuneration #	181.58	-	-	-
	Mediclaime premium paid recoverable # #	0.08	-	-	-
3 Mr. Kailash Baheti	Salary	217.25	-	213.18	-
	Subscription to public issue of NCD	-	10.00	10.00	10.00
	Interest accrued but not due on NCD	0.98	1.86	0.89	0.89
	Equity dividend paid	-	-	0.40	-
	Mediclaime premium paid recoverable # #	0.08	-	-	-
4 Mrs. Shabnum Zaman	Salary	27.42	-	27.55	-
	Mediclaime premium paid recoverable # #	0.06	-	-	-
<b>D) Directors</b>					
1 Mr. Narayan K Seshadri	Sitting fees	15.00	-	18.00	-
2 Mr. Mayank Poddar	Sitting fees	8.00	-	-	-
3 Mr. Satya Brata Ganguly	Sitting fees	-	-	13.50	-
4 Mr. V K Viswanathan	Sitting fees	27.00	-	18.00	-
	Equity dividend paid	-	-	0.01	-
5 Mr. Bontha Prasada Rao	Sitting fees	16.20	-	-	-
6 Mrs. Madhumita Dutta Sen	Sitting fees	-	-	1.00	-
7 Mr. Sunil Rewachand Chandiramani	Sitting fees	32.10	-	3.30	-
8 Mrs. Vijayalakshmi R Iyer	Sitting fees	32.10	-	19.00	-
<b>E) Relatives of Directors</b>					
1 Mr. Harshvardhan Chamria	Salary	118.46	-	118.05	-
	Mediclaime premium paid recoverable # #	0.08	-	-	-
2 Kalpana Poddar	Rent expense	22.38	-	22.38	-
	Advances given / Prepaid Rent ***	-	9.29	9.47	9.38
	Equity dividend paid	-	-	0.44	-
3 Ashita Poddar	Rent expense	11.19	-	11.19	-
	Advances given / Prepaid Rent ***	-	4.64	4.73	4.69
	Equity dividend paid	-	-	0.13	-
4 Bimla Devi Baheti	Subscription to public issue of NCD	-	10.00	10.00	10.00
	Interest accrued but not due on NCD	0.98	1.86	0.89	0.89
5 Shashi Baheti	Subscription to public issue of NCD	-	10.00	10.00	10.00
	Interest accrued but not due on NCD	0.98	1.86	0.89	0.89
6 Apoorva Baheti	Subscription to public issue of NCD	-	10.00	10.00	10.00
	Interest accrued but not due on NCD	0.98	1.86	0.89	0.89
7 Ankita Baheti	Subscription to public issue of NCD	-	10.00	10.00	10.00
	Interest accrued but not due on NCD	0.98	1.86	0.89	0.89
8 Mansi Poddar	Equity dividend paid	-	-	2.28	-
9 Shaili Poddar	Equity dividend paid	-	-	1.00	-
10 Adarsh Tulshan	Equity dividend paid	-	-	0.04	-
<b>F) HUFs where Director/KMP is Karta/Member of HUF</b>					
1. Mayank Poddar H U F	Rent expense	11.19	-	11.19	-
	Advances given / Prepaid Rent ***	-	4.64	4.73	4.69
2 Kailash Baheti HUF	Subscription to public issue of NCD	-	10.00	10.00	10.00
	Interest accrued but not due on NCD	0.98	1.86	0.89	0.89
3 Sanjay Chamria (HUF)	Subscription to public issue of NCD	-	25.00	25.00	25.00
	Interest accrued but not due on NCD	2.56	2.32	2.32	2.32
	Interest Paid on NCD	2.56	-	-	-
4 Banwarilal Chamria and Others(HUF)	Subscription to public issue of NCD	-	25.00	25.00	25.00
	Interest Paid on NCD	2.56	-	-	-
	Interest accrued but not due on NCD	2.56	2.32	2.32	2.32

Related parties identified includes related parties as per section 2(76) of the Companies Act, 2013.

Transactions with related parties have been identified on the basis of related party transactions disclosed in financial statement of the respective subsidiary.

\*represents expenses recovered towards infrastructural support, operational assistance and other services.

\*\* The equity shares were allotted on 28 April 2020 by Magma HDI.

\*\*\* includes the impact of fair valuation of security deposits.

# The remuneration paid to KMP for the Financial Year 2019-20 had exceeded the limit specified under Regulation 17(6) (e) of the SEBI regulations. Since, resolution for payment of excess remuneration was not passed with requisite majority, the same has been reversed by the Company during the quarter ended 30 September 2020. The KMP has repaid the outstanding amount in 3rd quarter of FY 21 net of adjustment of TDS.

# # Mediclaime Paid includes recoverable portion of Top up Insurance with MHDI.

Pursuant to loss due to additional provision for COVID-19, the existing managerial remuneration paid by the Company to its Whole Time Director (upto 7 November 2020) and the Vice Chairman and Managing Director of the Company for the financial year ended 31 March 2021, being in excess of the limits prescribed under Section 197 read with Schedule V of the Companies Act, 2013 by ₹ NIL and ₹ 49.93 lacs for Whole Time Director and Vice Chairman and Managing Director respectively and in excess of limit prescribed under the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 by ₹ 112.71 lacs and ₹ 224.40 lacs for Whole Time Director and Vice Chairman and Managing Director respectively. The Company is in process of obtaining approval from its shareholders vide special resolution at the forthcoming annual general meeting for such excess remuneration paid. The Company is reasonably certain of getting the required approval.

(iii) Compensation of key managerial personnel

	Year ended 31 March 2021	Year ended 31 March 2020
Short-term employee benefits	571.49	621.95
Post-employment defined benefit *	10.29	11.58
Share-based payments	-	-
	<b>581.77</b>	<b>633.53</b>

\*Excludes provision for encashable leave and gratuity for certain key management personnel as these are determined for the Company as a whole.

**Terms and conditions**

All transactions with these related parties are priced on an arm's length basis. Outstanding amount as at the end of the year, in respect of loan and advances are unsecured and to be settled in cash and / or adjusted against goods or services.