

8 December 2020

The Manager,
Listing Department,
National Stock Exchange of India Limited
Exchange Plaza,
Bandra-Kurla Complex, Bandra (E)
Mumbai-400051

Symbol: MAGMA

BSE Limited
Corporate Relationship Department
25th floor, Phiroze Jeejeebhoy Towers
Dalal Street
Mumbai-400001

Company Code: 524000

Dear Sir,

Sub: Credit Rating

Ref: Regulation 30 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

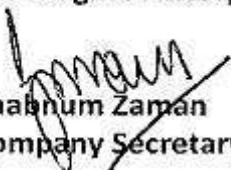
Pursuant to Regulation 30 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, it is hereby intimated that the Company has received a communication from India Ratings & Research Private Limited (Ind-Ra) on 8 December 2020 whereby Ind-Ra has reaffirmed our bank facilities (long term) rating of AA- with Stable outlook (ind AA-/ Stable) and accordingly has withdrawn "Rating Watch Negative" status/ outlook.

Furthermore, Ind-Ra has given the following rationale for the same:

Ind-Ra has reaffirmed our long term rating of "AA-" with Stable outlook, primarily driven by adequate liquidity to service the debt obligation of the Company, improvement in asset quality and collections. Further, MFL has been able to raise funds from the banking space within and outside the TLTRO window. Additionally on the asset quality front, MFL has increased the coverage on stage 3 assets and also made Covid-19 related provisioning to the extent of 1.5% of its AUM. Furthermore, there has been a gradual month-on-month recovery over April 2020-October 2020 in collections and disbursements and Ind-Ra believes that the rise in credit cost would not disproportionately impact the capital buffers.

Kindly take the same on record.

**Thanking you,
Yours faithfully,
For Magma Fincorp Limited**



**Shabnum Zaman
Company Secretary**