

3 October 2019

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
ACS No. 13918**

Encl: as above

Magma Fincorp's Liquidity Position Update

Mumbai, 3 October 2019: Mumbai-based asset finance company, Magma Fincorp Limited today announced that it remains well capitalized and has capital adequacy ratio of 24.4%. The company is a retail financier and does not have any large real estate or corporate exposure. The updates given have been in response to queries from few stake holders.

Update on Liquidity Position:

- Magma has received excellent support from the banking system and raised liabilities amounting to Rs 2136 Crs entirely from long-term sources during the Jul-Sep 2019 quarter. This has further strengthened the Asset Liability Matching of the company.
- The Company has adequate liquidity cushion of over Rs 1800 Crores as on 30.09.2019, a liquidity cushion of 3 times to meet all debt repayments amounting to less than Rs. 650 Crores due till March 2020.
- We have a strong retail and granular portfolio and therefore a strong pipeline of deals with PSU banks under the Partial Credit Guarantee scheme (PCG) announced by the Government of India, Securitization and Term Loans.
- With excellent liquidity and a strong pipeline of new funding, we have witnessed the cost of new funds softening, and expect the cost of borrowings to come down in Q3FY20 and onwards.

Loan Book Composition:

Our loan book composition is granular. Some key parameters on the loan book composition are as follows:

Composition of loan book as on 31 August 2019 –

- ABF (Vehicle Finance) :67%
- Housing Finance :21%
- SME :12%

Other Key Highlights –

Number of accounts	:394,148
Average Ticket Size (of disbursements)	:5.66 Lakhs
Asset Under Management	:16,787 Crs

Note: The above numbers are basis management estimates and unaudited.



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 Bombay Stock Exchange Limited and the National Stock Exchange in India.

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 subsidiary. 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.

www.magma.co.in

For more information please log on to: www.magma.co.in